CANADA STRATEGIC INFRASTRUCTURE FUND AGREEMENT

CANADA – SASKATCHEWAN AGREEMENT ON THE TWINNING OF HIGHWAYS 1 & 16

Canada Saskatchewan

Improving Canada's Highways Together

Ensemble, améliorons les routes au Canada

PREPARED BY
SASKATCHEWAN HIGHWAYS &
TRANSPORTATION

2006-07 ANNUAL REPORT

Table of Contents

1. Introduction 1
2. General Overview of Results 2
3. Official Management Committee Meetings 5
4. Schedule B Revisions 5
5. Project Updates and Expected Results 6

Project 1 – Highway 1 East: Twinning from Wolseley to the Manitoba Border 6

Project 2 – Highway 16 West: Twinning from Maidstone to North Battleford 10

6. Communication Activities 14
7. Risk Assessment 15
8. Summary of Expenditures 16

Appendix A – Management Committee Agendas and Meeting Minutes 18
Appendix B – Schedule B, Revision 4 & Revision 5 30
Appendix C – News Releases 39
Appendix D – Site Visits 43
Appendix E – Affidavits for Completed Projects 59
Appendix F – Annual Audit Report 66

Figures and Tables

Figure 1: Locations of Saskatchewan's CSIF Projects 3
Figure 2: Highway 1 from east of Wolseley to the Manitoba border 4
Figure 3: Highway 16 between Lloydminister and North Battleford 4
Figure 4: Highway 1 East Twinning - CSIF Claims by Fiscal Year 9
Figure 5: Collision Rates Before and After Twinning 10
Figure 6: Highway 16 West - CSIF Claims by Fiscal Year 13
Figure 7: Collision Rates Before/After Twinning 14

Table 1: Canada-Saskatchewan CSIF Agreement Schedule B Revisions 5
Table 2: Contract Authorization for Highway 1 East Twinning 7
Table 3: Highway 1 East Twinning - Schedule B Summary 9
Table 4: Contract Authorizations for Highway 16 West Twinning 12
Table 5: Highway 16 West Twinning - Schedule B Summary 13
Table 6: Communications Activities 14
Table 7: Canada-Saskatchewan Infrastructure Fund – Detailed Expenditures for 2006-07 17

1. Introduction

Canada and Saskatchewan signed the "Canada-Saskatchewan Agreement on the Twinning of Highway 1 & 16 Project" (Canada-Saskatchewan CSIF Agreement) part of the Canadian Strategic Infrastructure Fund (CSIF) on April 20, 2004. As required in Schedule C.3 of the Canada-Saskatchewan CSIF Agreement, as it will henceforth be referred to, this is the third annual report submitted to the Canada-Saskatchewan CSIF Agreement Management Committee by Saskatchewan and covers the activities from the date of announcement March 5, 2003 to March 31, 2007. The Canada-Saskatchewan CSIF Agreement will expire at the end of the 2007-08 fiscal year.

The development and maintenance of basic transportation infrastructure is a crucial component of a competitive economy. Canada must have the capacity to move people and goods safely and efficiently, and has committed to continue improving its physical transportation infrastructure for the 21st century.

Saskatchewan's economy is dependent on the export of goods and services. Modern transportation infrastructure and logistical services are required to support this essential trade[1]. Saskatchewan's current transportation system supports a wide range of economic activities including agriculture and food processing, manufacturing, mining, tourism and many service industries.

Saskatchewan's economic strategy contains a commitment to invest in key transportation infrastructure to facilitate economic growth.[2] Saskatchewan is committed to ensuring that this investment in infrastructure promotes safety and improves highway links between major centres and the world marketplace. The twinning of Highway 1 and Highway 16 directly supports this economic strategy.

Meeting Saskatchewan's current and future economic and trade development needs requires continued preservation and enhancement of the transportation infrastructure. Saskatchewan faces some tremendous challenges to maintaining its economic competitiveness in the global marketplace. Modern logistics, such as "just-in-time" deliveries, play a key role as Saskatchewan strives to meet these challenges. Associated with these trends is a shift between the relative importance of the two prevailing modes of freight transportation in Saskatchewan; rail and truck. Freight transportation by rail continues to decline in importance due to a decrease in availability, and increases in freight rates. Freight transportation by truck is increasing rapidly, making up for the decline in rail. This transfer from rail to road is also directly related to changes in the economy, and the shift to more high-value and processed goods, which require timely and accessible truck service. Jurisdictions that fail to provide an efficient transportation infrastructure hamper the competitiveness of many businesses in their region.[3]

The Canada-Saskatchewan CSIF Agreement provides a strategic framework for highway investments toward the goal of sustaining Canada's highway system. The CSIF Agreement provides the mechanism for both parties to improve the inter-provincial movement of people and goods, and to improve the safety and efficiency of major transportation corridors by completing the twinning of Highway 1 East and Highway 16 west.[4]

---

[1] *Transportation Trade Corridors* – Saskatchewan Highways and Transportation, January 2002
[2] *Partnership for Prosperity* – Saskatchewan Economic and Co-operative Development, 2001
[3] *Macroeconomic Performance and Public Highway Infrastructure*, Transport Canada, 1996
[4] Section 2 of the Canada – Saskatchewan CSIF Agreement, April 2004

2. General Overview of Results

The Canada-Saskatchewan CSIF Agreement project locations are referred to in Figure 1 on page 3. The two major construction projects: twinning of Highway 1 from east of Wolseley to the Manitoba border are detailed in Figure 2 (page 4) and twinning of Highway 16 between Lloydminister and North Battleford are detailed in Figure 3 (page 4).

Highway 1 (Trans-Canada Highway) and Highway 16 (Yellowhead Highway) are part of the National Highway System in Saskatchewan. These highways are commuter roads around the cities of Saskatoon, Regina, Moose Jaw, Lloydminister, North Battleford and Swift Current; and are the major inter-provincial trade corridors in Saskatchewan. Numerous communities and attractions are situated along these routes.

Saskatchewan's CSIF projects are twinning projects. Twinning not only increases traffic capacity, but also enhances safety by reducing head-on and sideswipe collisions. A study comparing collision statistics on a section of Highway 16 before and after twinning showed a 55 per cent reduction in accidents.[5] The analysis also showed that fatal collisions were reduced by 86 per cent.

The decision to twin a highway is not based on reducing collision rates alone, but on the overall enhancement of mobility and transportation efficiencies, facilitation of trade and economic development and system sustainability. All of these measures will improve significantly with the completion of Saskatchewan's CSIF projects.

Economic research has established that investments in highways can generate significant productivity growth. Some studies suggest that a one per cent increase in highway capital stock could generate up to a 0.6 per cent increase in private sector productivity, and that highway investments can provide annual returns of 10 to 40 per cent.[6] Productivity gains are achieved through supply chain enhancements, which can only be achieved through the provision of road infrastructure of adequate capacity and quality to ensure efficient, reliable and expedited trucking services.

The twinning of Highway 1 and Highway 16 will have a significant impact on provincial and regional trade. Saskatchewan is a trade-dependent province, with 70 per cent [7] of provincial production destined for outside Saskatchewan. The twinning of the Trans-Canada Highway and the Yellowhead Highway through Saskatchewan will improve Saskatchewan's capacity to serve the external markets that are crucial to its economic success.

---

[5] Saskatchewan Highways' Collision analysis of Highway 16 between North Battleford and Saskatoon identified a 55 percent decrease in the five-year collision rate after twinning.

[6] *An Overview of Transportation Infrastructure and Services in the Northern Great Plains*, Northeast Midwest Institute

[7] Transportation for Economic Advantage, Saskatchewan Highways and Transportation

Figure 1: Locations of Saskatchewan's CSIF Projects

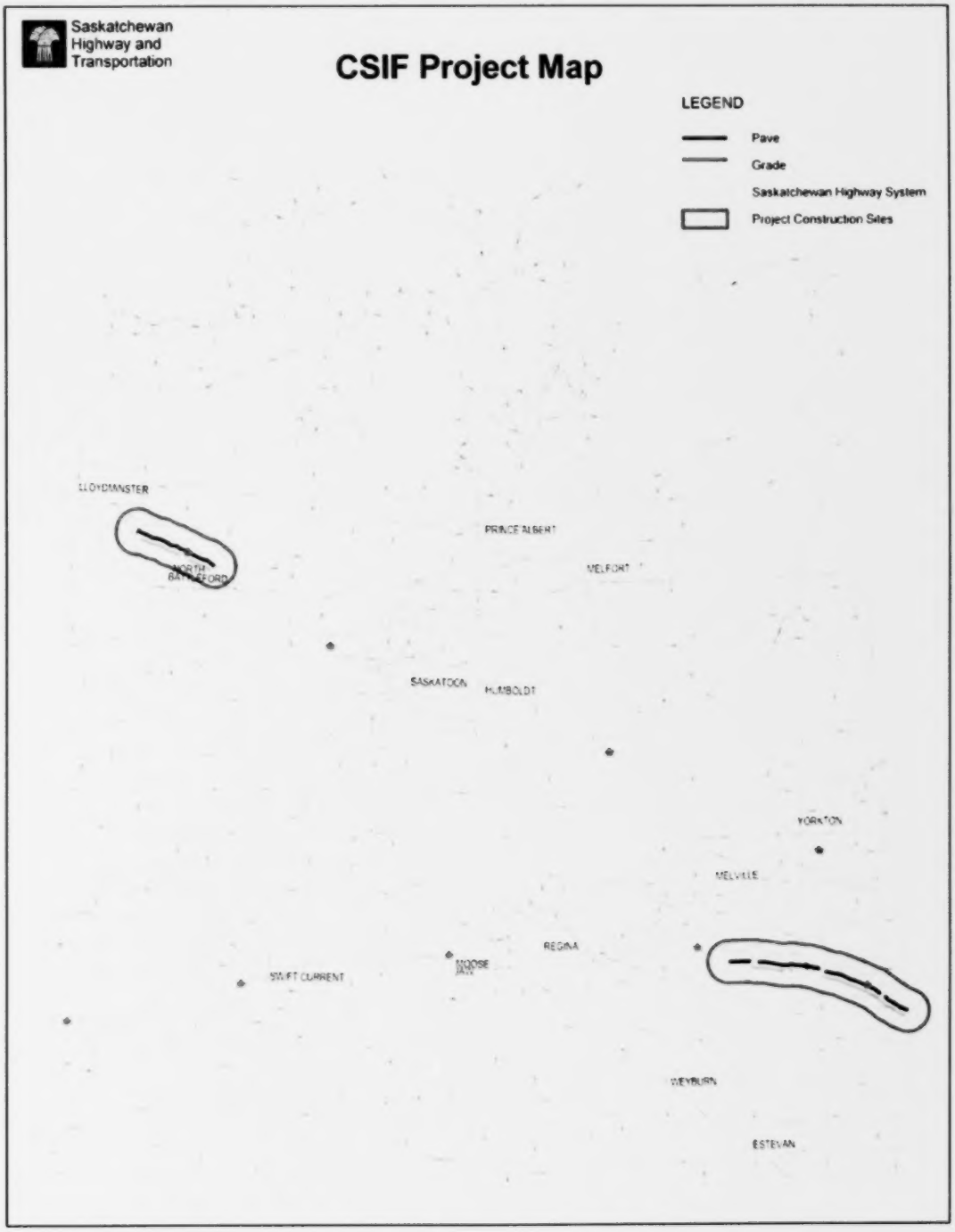


Figure 2: Highway 1 from east of Wolseley to the Manitoba border

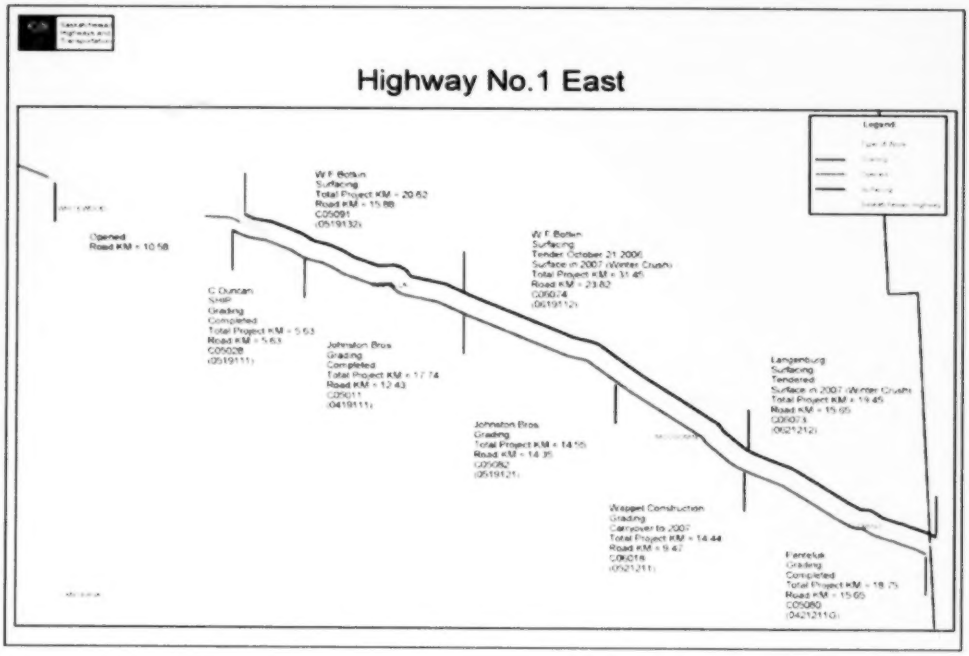
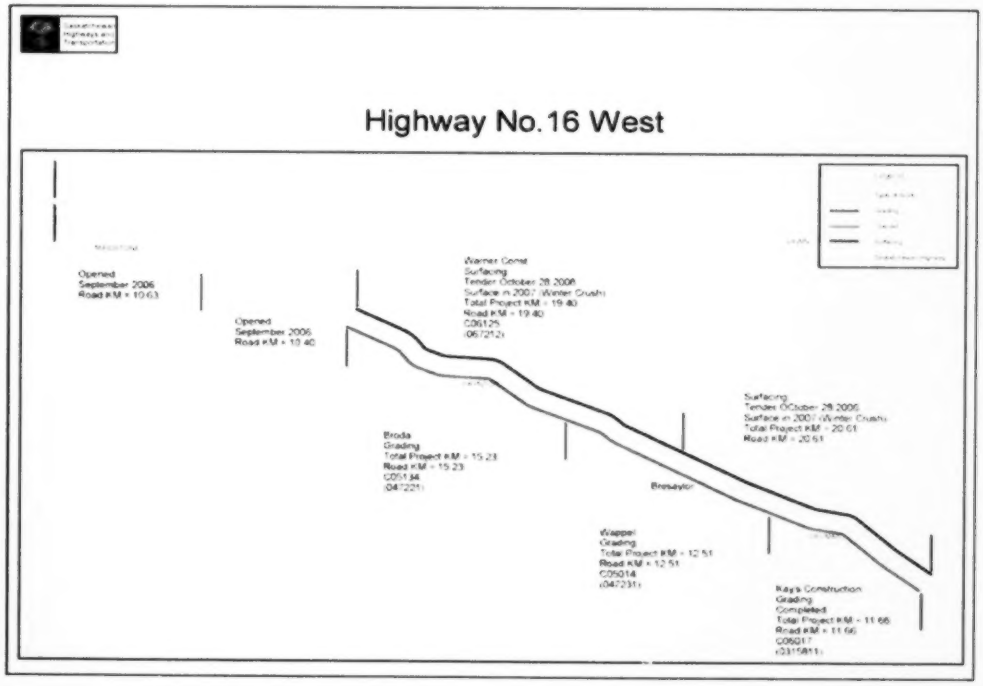


Figure 3: Highway 16 between Lloydminister and North Battleford



3. Official Management Committee Meetings

Prior to the first Management Committee meeting on July 9, 2004, nomination letters for committee representatives were exchanged between Saskatchewan and Canada. Ralph Jones, Director of Surface Programs and Chief Engineer for Transport Canada, was appointed as the federal co-chair for the committee. Fred Antunes, Director of Corporate Support for Saskatchewan Highways and Transportation, was appointed as provincial co-chair. Kris Nanda of Infrastructure Canada was appointed as an additional federal member, and David Stearns of Saskatchewan Highways and Transportation was appointed as an additional provincial member.

The Management Committee held its fifth meeting on April 28, 2006 in Regina. David Stearns, John Czernick, Allan Carpentier, Miranda Carlberg, Susan McElravey, and Sarah Plosker attended on behalf of Saskatchewan Highways and Transportation. Jim Lothrop and Leanna Belluz attended on behalf of Transport Canada, while Maxine Bilodeau represented Infrastructure Canada by telephone. David Stearns and Jim Lothrop were the provincial and federal co-chairs.

The sixth Management Committee meeting took place on November 27, 2006 by teleconference. Participating for Saskatchewan Highways and Transportation were David Stearns, John Czernick, Allan Carpentier, Wayne Gienow, Kelvin Shuvera, Ray Connoly, and Glenn Read. James Clarkin and Leanna Belluz represented Transport Canada, and Harold Kohn took part on behalf of Infrastructure Canada. James Clarkin replaced Jim Lothrop as the federal co-chair, Harold Kohn took over from Maxine Bilodeau as the committee representative from Infrastructure Canada, and Wayne Gienow replaced Miranda Carlberg for Saskatchewan Highways and Transportation.

Discussion of administrative details and project updates took place at these meetings. The agendas and minutes of the Management Committee meetings are attached in Appendix A.

4. Schedule B Revisions

Schedule B of the Canada-Saskatchewan CSIF Agreement outlines the projects that are to be undertaken through the agreement. Project proposals are submitted to the Management Committee for consideration, and projects to be undertaken are added to the Schedule B by the federal co-chair. The original Schedule B was approved on April 21, 2004 by Premier Calvert, Minister Sonntag, Minister Valeri and Minister Scott. There have been five subsequent revisions to Schedule B approved by the Management Committee, as summarized below in Table 1. Schedule B, Revision 5, is attached in Appendix B.

Table 1: Canada-Saskatchewan CSIF Agreement Schedule B Revisions

Revision	Revision Date	Reason for Change	Approved
	April 21, 2004	Original	Approved by Ministers as part of the agreement
1	July 28, 2004	Cost adjustments for Projects 1.1-1.4 and 2.1-2.3	Approved by Management Committee
2	October 27, 2005	Contract additions to Projects 1.2-1.3 and added Project 2.5	Approved by Management Committee
3	November 30, 2005	Minor format change, merged columns	Approved by Management Committee
4	November 16, 2006	Cost adjustments. Contract additions to Projects 1.3 and 2.5, added Projects 1.6, 1.7, and 2.6	Approved by Management Committee
5	March 29, 2007	Cost adjustments. Contract additions to Projects 2.5 and 2.6, added Project 3.0	Approved by Management Committee

5. Project Updates and Expected Results

Project 1 – Highway 1 East: Twinning from Wolseley to the Manitoba Border

Project 1 consists of the construction of a second set of lanes for the Trans-Canada Highway (Highway 1) from east of Wolseley to the Manitoba border as indicated in Figure 1 on page 3. This involves the construction of approximately 135 km of new highway, various intersection and service improvements, and a new set of overhead bridges over the railway at Broadview.

Project 1 is currently comprised of six project components that are organized as follows:

- **Project 1.1:** General engineering, surveying, environmental screening, and design required to complete twinning on Highway 1 east from east of Wolseley to the Manitoba border.
- **Project 1.2:** Grading from 5.0 km west of Grenfell to 5.88 km east of Wapella.
- **Project 1.3:** Paving from east of Wolseley to 4 km east of Wapella.
- **Project 1.4:** Supply, fabrication, delivery and erection of structural steel and the construction of twin steel and concrete overhead bridges on Highway 1 over the Canadian Pacific Railway at Broadview.
- **Project 1.6:** Grading and clearing from 5.88 km east of Wapella to the Manitoba border.
- **Project 1.7:** Paving from 5.4 km east of Wapella to the Manitoba border.

Project Status

Construction of the new lanes (twinning) has been completed from east of Wolseley to Burrows. A new 10.58 km section of twinned highway from 3.0 km west of Whitewood to Burrows was opened to traffic in 2006.

Affidavits for the completed grading project 0218811 from 5.0 km west of Grenfell to 5.6 km east of Grenfell, completed grading project 0318811 from 5.6 km east of Grenfell to 5.9 km west of Broadview and completed grading project 0319111 from 3 km west of Whitewood to 14 km West of Wapella can be viewed in Appendix E.

Grading has been completed from 5.88 km east to 6.55 km west of Wapella, and from the Manitoba border to 3.0 km east of Moosomin, with minor cleanup work remaining. As of March 31, 2007 the following project elements are currently in progress:

- Grading from east to west of Moosomin – carryover project to be completed in 2007.
- Grading from west of Moosomin to east of Wapella - approximately 65% complete.
- The surfacing project from the Manitoba border to 15.65 km west was tendered and awarded to Langenburg Redi Mix. Aggregate was screened and hauled in the winter, and surfacing is scheduled to be completed in the summer of 2007.
- The surfacing project from 15.65 km west of the Manitoba border to 20.43 km west of the junction at Highway 8 was tendered and awarded to Botkin Construction. Aggregate crushing took place in the winter, and surfacing is scheduled to be completed in October of 2007.

Table 2 (p.7) illustrates the contract authorization information for the twinning of Highway 1 East.

Table 2: Contract Authorization for Highway 1 East Twinning

Project	Contract Authorization	Start Date	End Date	Budget	Contractor
1.1	SK1.1GenEng/Env	5-Mar-03	31-Dec-08	$1,742,373	N/A
1.2	0218811	5-Mar-03	15-Jun-06	$2,504,535	Wappel Const. Ltd.
	0318811	5-Mar-03	15-Jun-06	$2,848,326	Johnson Bros. (Binscarth) Ltd.
	0319111	5-Mar-03	15-Jun-06	$4,876,495	Kelly Panteluk Const. Ltd.
	0419111	1-Apr-04	31-Mar-06	$4,502,746	Johnson Bros. (Binscarth) Ltd.
1.3	020812	5-Mar-03	30-Jun-06	$5,676,116	Langenburg Redimix Ltd.
	0318812	5-Mar-03	30-Jun-06	$6,911,225	Langenburg Redimix Ltd.
	0419222	5-Mar-03	15-Jun-07	$5,686,286	W.F. Botkin Const.
	0419212	5-Mar-03	30-Jun-07	$6,030,532	Langenburg Redimix Ltd.
	0519112	1-Apr-05	31-Mar-06	$8,094,767	Langenburg Redimix Ltd.
	0519132	1-Apr-05	31-Mar-08	$8,993,730	W.F. Botkin Const.
1.4	SK1.4Bridgewrk	5-Mar-03	31-Dec-08	$6,089,748	Rapid-Span Structures Ltd. West Ridge Const. Ltd.
1.6	0521211 / 0519121 / 0519137	1-Apr-05	31-Mar-08	$12,166,156	Wappel Const. Ltd. (0521211) Johnson Bros. (Binscarth) Ltd. (0519121) Johnson Bros. (Binscarth) Ltd. (0519137)
	0421211G	24-Oct-05	31-Mar-08	$5,238,164	Panteluk
1.7	0619112	1-Apr-06	31-Mar-08	$8,384,357	W.F. Botkin Const.
	0621212	1-Apr-06	31-Mar-08	$2,100,000	Langenburg Redimix Ltd.

Environmental Issues

In December of 2006, Transport Canada, along with the other federal partners, approved the Environmental Protection Plans (EPPs) for the Trans Canada East Twinning Project 2007 construction activities. All required regulatory approvals have been acquired throughout the development of the project. Detailed descriptions of approval regimes and environmental issues are available in the annual EPPs that have been prepared by Golder Associates Ltd. and submitted by the department.

All borrow pits and aggregate pits used for the twinning project are located on environmentally non-sensitive land if possible.[8] On pits where heritage sensitivity was suspected, locations were forwarded to the Culture and Heritage Branch to determine if a Heritage Resource Impact Assessment was required. Mitigative measures were employed on pits located near environmentally sensitive areas.

The Department of Fisheries and Oceans (DFO) believes a harmful alteration, disruption or destruction (HADD) has occurred at the Ellisboro Pit (62L-234) located on Adair Creek. DFO initiated charges under the federal Fisheries Act against Saskatchewan Highways and three of its employees in 2004. Discussions with DFO in November 2005 resulted in agreement to drop the charges against the three employees and delay the trial.

Culverts at Ekapo Creek

A consultant's remediation report and recommendations have been tabled with

[8] *Environmental Protection for the TransCanada East Twinning Project* (2003 & 2004), pp. 9-10 and *Evironmental Protection Plan for the TransCanada East Twinning Project* (2004-2005), pp. 7-8, Golder Associates Ltd.

DFO Regina as a basis for discussion on drafting/entering into a resolution agreement and a request to meet and move the matter forward. The department continues to move forward on engineering design/tender preparation to be in position to deliver work. Actual delivery may await progress in the resolution process.

Federal and provincial parties continue to work together on the environmental requirements of the project. The following is a list of other environmental issues that have been encountered:

- Four populations of Geyer's Onion, an extremely rare plant species, were discovered. Some of the plants were transplanted outside the right of way to preserve the local population.[9]
- It is estimated that 65.7 ha of wetland, 88.1 ha of native grassland, and 2,027 m^2 of fish habitat (at Ekapo Creek) will be lost due to the twinning project. A compensation work-plan is in place to balance this habitat loss.[10] Mitigation measures located at Red Fox Creek to offset the loss of fish habitat at Ekapo Creek are currently in the design phase and are expected to be constructed and completed in summer 2007.
- Ekapo Creek was designated as potential habitat for large bodied fish. The culvert design to accommodate this has been approved[11] and was installed in 2004.
- As an alternative to installing an "assisted portage" telephone system at Ekapo Creek, portage signs were installed along the creek bed in September of 2006.
- Approximately 113 ha of upland habitat and 66 ha of wetland habitat were lost due to the TransCanada East Twinning Project. Approximately 115 ha of upland habitat and 46 ha of wetland have been purchased as part of the compensation agreement with Transport Canada. The department has transferred title to Saskatchewan Environment with Ducks Unlimited overseeing the management of the land. The department worked with the Saskatchewan Watershed Authority to enhance 129 ha of upland habitat and 4 ha of wetland habitat as part of the Pipestone Pasture Project. To meet the terms of habitat compensation the department is required to purchase an equivalent of 10 ha of wetland habitat.

Financial Summary

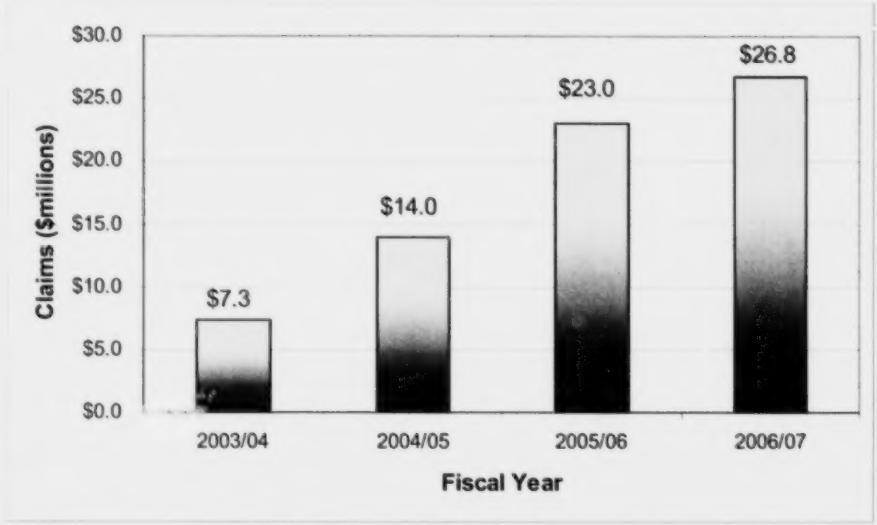
A financial summary for the Highway 1 East Twinning Project is outlined in Table 3 (p. 9). Figure 4 (p.9) compares CSIF claims on Highway 1 East for 2006-07 to those from previous years. Forecasted expenditures are based on the cash flow in Schedule B, Revision 5 dated March 29, 2007 (Appendix B), and actual claim amounts are based on the Detailed Expenditures summary for 2006-07 (Table 7, p.17).

[9] *Environmental Protection Plan for the TransCanada East Twinning Project* (2003 & 2004), pp. 15-16, Golder Associates Ltd.
[10] *Environmental Protection Plan for the TransCanada East Twinning Project* (2003 & 2004), p. 31, Golder Associates Ltd.
[11] *Environmental Protection Plan for the TransCanada East Twinning Project* (2003 & 2004), p. 21, Golder Associates Ltd.

Table 3: Highway 1 East Twinning - Schedule B Summary

Project	Estimated Project Cost	Shareable Project Cost	Agreement Contributions		Expenditures 2002-2006	2006/07 Forecasted Expenditures	2006/07 Actual Claims	Future Expenditures
			Federal	Provincial				
1.1	$1,910,000	$1,742,373	$871,187	$871,187	$1,534,932	$173,341	$0	$34,100
1.2	$16,417,500	$14,732,101	$7,366,051	$7,366,051	$13,001,425	$1,730,676	$1,402,745	$0
1.3	$44,744,800	$41,392,656	$20,696,328	$20,696,328	$27,694,119	$9,153,537	$12,094,768	$4,545,000
1.4	$6,262,600	$6,089,748	$3,044,874	$3,044,874	$5,813,825	$13,423	$0	$262,500
1.6	$19,515,100	$17,404,320	$8,702,160	$8,702,160	$951,757	$9,349,263	$10,946,564	$7,103,300
1.7	$28,900,000	$10,484,357	$5,242,179	$5,242,179	$0	$4,200,000	$2,359,170	$6,284,357
Totals	$117,750,000	$91,845,555	$45,922,778	$45,922,778	$48,996,057	$24,620,240	$26,803,247	$18,229,257

Figure 4: Highway 1 East Twinning - CSIF Claims by Fiscal Year

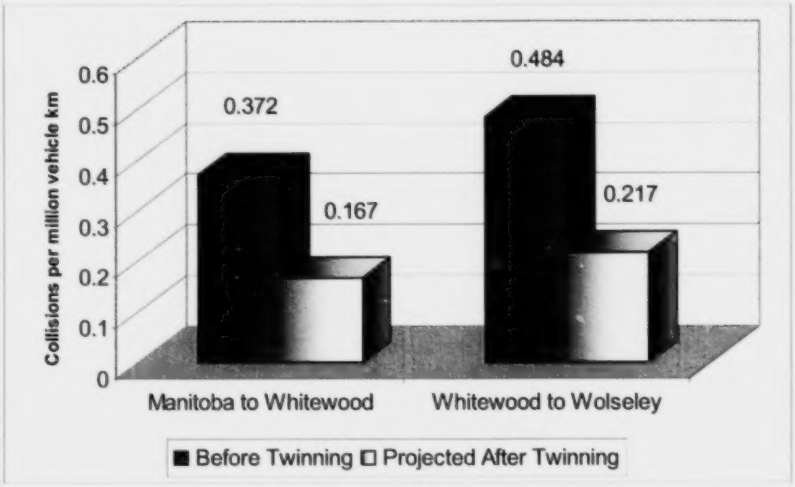


Expected Results

The Highway 1 East Twinning Project will have a positive effect on the safety performance of Highway 1. Financial, safety and emissions analyses were completed on two segments: Manitoba to Whitewood and Whitewood to Wolseley. The collision rates before twinning and the projected collision rates after twinning are illustrated in Figure 3 below.[12]

[12] Saskatchewan Highways' collision analysis of Highway 16 between North Battleford and Saskatoon identified a 55 percent decrease in the five-year collision rate after twinning.

Figure 5: Collision Rates Before and After Twinning



A MicroBENCOST analysis indicates that fuel consumption will be reduced by 19.2 million litres and carbon monoxide emissions will be reduced by 161,000 kg over the 20 year analysis period. These reductions will contribute to the environmental sustainability of Saskatchewan's transportation system.

Project 2 – Highway 16 West: Twinning from Maidstone to North Battleford

The project includes construction of a second set of lanes along the Yellowhead Highway (Highway 16) from Maidstone to North Battleford as indicated in Figure 1 on page 3. This will involve the construction of approximately 75.0 km of new highway, as well as various intersection and service improvements.

Project 2 is comprised of five project components, which are organized as follows:

- **Project 2.1:** General engineering, surveying, environmental screening and design required to complete the twinning of Highway 16 from North Battleford to the Alberta Border.
- **Project 2.2:** Grading and surfacing from the end of the existing four lane section on Highway 16 to 5.0 km east of Delmas.
- **Project 2.3:** Grading and paving of Highway 16 around the community of Maidstone, and grading and paving 1.2 km of Highway 21 from south of Maidstone to the Junction of Highway 16.
- **Project 2.5:** Grading, paving and clearing on Highway 16 from 5 km east of Delmas to 6 km east of Maidstone.
- **Project 2.6:** Grading and paving at Lloydminster.

Paving - Maidstone Bypass

Project Status

Construction of the new lanes is progressing and is to be completed in 2008. So far, 34.9 km of twinned highway has been opened on Highway 16 West: 21.3 km from the junction at Highway 21 to 10.3 km west of Paynton, and 13.6 km from 10.8 km to 24.4 km west of Battleford.

Affidavits for the completed grading and paving projects 0315812, 0215811 from the end of the four-lane to 5 km east of Delmas and the traffic gravel project 037216 can be viewed in Appendix E.

As of March 31, 2007, the following project elements are in progress:

- Grading from 5 km east of Delmas to west of Delmas. A substantial portion of this project element has been completed, with final completion anticipated in 2007.
- Grading from west of Delmas to west of Bresaylor. Anticipated completion in June of 2007.
- Grading from 7 km west of Bresaylor to 10 km west of Paynton. Anticipated completion in 2007.
- Paving from west of Bresaylor to 10 km west of Paynton. The contract was tendered and awarded to Warner Construction in November of 2006. Aggregate crushing began in December of 2006, and completion of this project element is scheduled for 2007.

Table 4 (p.12) illustrates the contract authorization information for the twinning of Highway 16 West.

Table 4: Contract Authorizations for Highway 16 West Twinning

Project	Contract Authorization	Start Date	End Date	Budget	Contractor
2.1	SK2.1GenEng/Env	5-Mar-03	31-Dec-08	$374,246	N/A
2.2	037216	5-Mar-03	31-Mar-04	$66,151	Neilson Trucking Ltd.
	0215811	5-Mar-03	15-Jun-06	$2,343,563	Nemanishen Const.
	0315812	5-Mar-03	15-Jun-06	$4,013,719	Warner Const. Co. Ltd.
2.3	037211	5-Mar-03	30-Jun-06	$2,365,608	Clayton Const.
	037212 / 037226	5-Mar-03	30-Jun-07	$8,370,493	Warner Const. Co. Ltd. (037212) R & B Crushing (037226)
	0316111 / 0316116 / 0416112	5-Mar-03	30-Jun-07	$502,694	R & B Crushing (0316116) Clayton Const. (0316111) Warner Const. Co. Ltd. (0416112)
2.5	0315811	5-Jul-06	1-Nov-07	$2,903,810	Kays Const.
	047231	27-Apr-06	31-Mar-08	$1,561,333	Wappel Const. Ltd.
	047221	25-Apr-06	31-Mar-08	$4,749,792	North American Rock and Dirt
	047211	1-Apr-04	31-Mar-06	$2,470,385	Vector Enterprises Ltd.
	057212	1-Apr-06	31-Mar-06	$4,224,497	Warner Const. Co. Ltd.
	047217	1-Apr-04	31-Mar-06	$81,676	Norlin Construction
	057216	1-Apr-05	31-Mar-06	$126,479	Warner Const. Co. Ltd.
	0615812	1-Apr-06	31-Mar-08	$3,150,000	Not Awarded
	067212	1-Apr-06	31-Mar-08	$0	Warner Const. Co. Ltd.
2.6	062612	1-Apr-06	31-Mar-08	$800,000	Not Awarded

Environmental Issues

In February of 2007, Transport Canada, along with the other federal partners, approved the Environmental Protection Plans (EPPs) for the Yellowhead Highway 16 West Twinning Project 2006/07 construction area. All required regulatory approvals have been acquired throughout the development of the project. Detailed descriptions of approval regimes and environmental issues are available in the annual EPPs that have been prepared by Golder Associates Ltd. and submitted by the department.

Installing erosion control near Delmas

The majority of the project area lies on previously disturbed, largely agricultural land.[13] There are no environmental issues that have been identified to date or are predicted to arise during the construction of the new four lanes on Highway 16 West. Mitigative measures were employed where there were concerns about erosion. Compensation for any lost habitat will be incorporated into the habitat compensation plan for the TransCanada East Twinning Project.[14]

Approximately 23.5 ha of grassland were lost due to the Highway 16 twinning project. The department has purchased and transferred title on 19 ha of grassland and 2 ha of wetland habitat to Saskatchewan Environment.

---

[13] *Environmental Protection Plan for the 2003/2004 Construction Area of the Highway 16 Twinning Project*, p. 19, Golder Associates

[14] *Environmental Protection Plan for the 2003/2004 Construction Area of the Highway 16 Twinning Project*, p. 17, Golder Associates

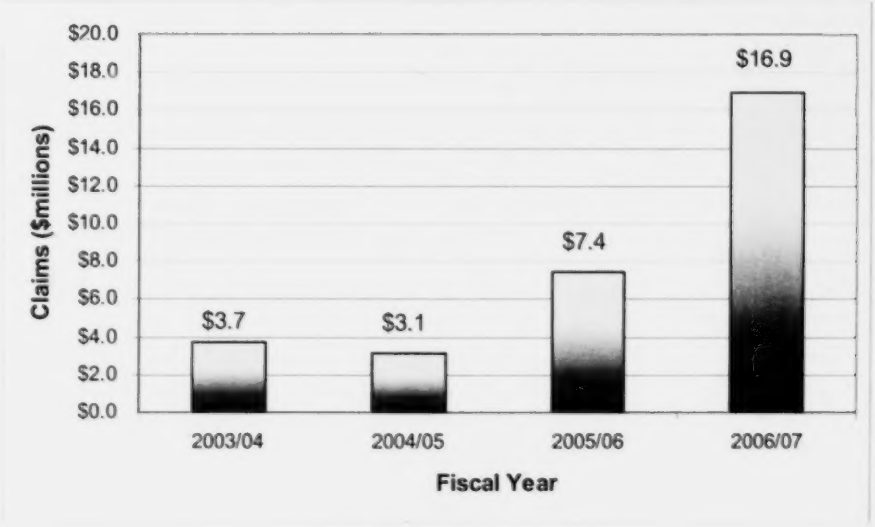
Financial Summary

A financial summary for the Highway 16 West Twinning Project is shown in Table 5 below. Figure 6 compares the CSIF expenditures on Highway 16 West for 2006-07 to those from previous years. All expenditures are based on the cash flow in Schedule B, Revision 5 dated March 29, 2007 (Appendix B) and 2006-07 actuals as reported in the Detailed Expenditures for 2006-07 (Table 7, p. 17).

Table 5: Highway 16 West Twinning - Schedule B Summary

Project	Estimated Project Cost	Shareable Project Cost	Agreement Contributions		Expenditures 2002-2006	2006/07 Forecasted Expenditures	2006/07 Actual Claims	Future Expenditures
			Federal	Provincial				
2.1	$479,000	$374,246	$187,123	$187,123	$282,132	$76,314	$0	$15,800
2.2	$7,877,200	$6,423,433	$3,211,717	$3,211,717	$6,151,240	$272,193	$141,697	$0
2.3	$13,783,500	$11,238,795	$5,619,398	$5,619,398	$5,945,371	$5,293,424	$4,687,014	$0
2.5	$40,032,400	$19,267,972	$9,633,986	$9,633,986	$3,633,842	$9,873,330	$12,100,481	$5,760,800
2.6	$800,000	$800,000	$400,000	$400,000	$0	$0	$0	$800,000
Totals	$62,972,100	$38,104,446	$19,052,223	$19,052,223	$16,012,585	$15,515,261	$16,929,192	$6,576,600

Figure 6: Highway 16 West - CSIF Claims by Fiscal Year

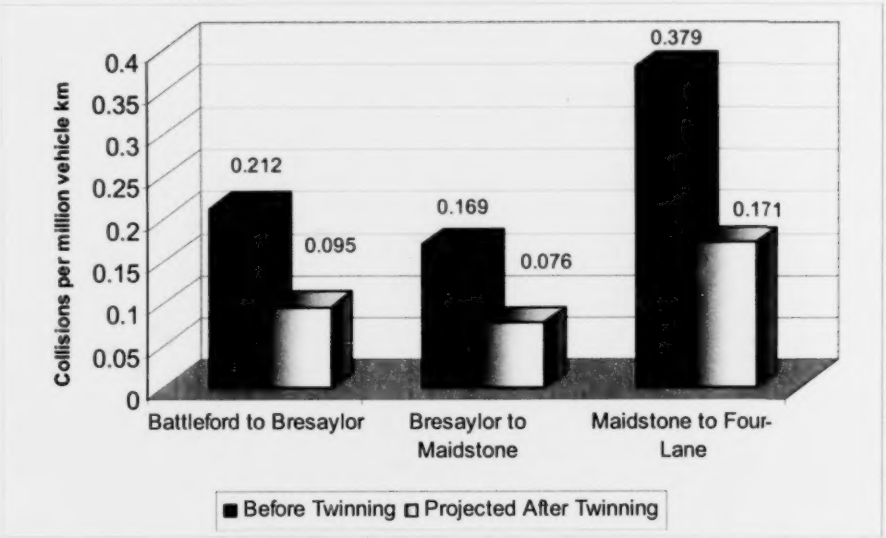


Expected Results

The Highway 16 West Project will have a positive effect on the safety performance of Highway 16. A safety analysis was conducted in three sections: Battleford to Bresaylor, Bresaylor to Maidstone and Maidstone to the start of the previously constructed four-lane. The collision rates before twinning and the projected collision rate after twinning are illustrated in Figure 7 (p.14).[15]

[15] Saskatchewan Highways' collision analysis of Highway 16 between North Battleford and Saskatoon identified a 55 percent decrease in the five-year rate after twinning.

Figure 7: Collision Rates Before/After Twinning



According to MicroBENCOST analysis, fuel consumption will be reduced by 10.6 million litres and carbon monoxide emissions will be reduced by 82,000 kg over the 20 year analysis period. These reductions will contribute to the environmental sustainability of Saskatchewan's transportation system.

6. Communication Activities

Schedule A of the CSIF agreement stipulates that Canada and Saskatchewan "carry out joint communications activities and products that will promote opportunities to communicate with the public in an open, transparent, effective and proactive manner, using appropriate, ongoing, consistent public information material acknowledging the Parties' contributions." No major communicatons events have occurred in association with the Canada-Saskatchewan CSIF Agreement, however a number of news releases have been provided to the media and public. Table 6 (below, continued on next page) contains a summary of events and news releases. The news releases for the past year are attached in Appendix C.

Table 6: Communications Activities

Date	Event	Party
March 5, 2003	Announcement of Canada – Saskatchewan CSIF Agreement	Canada and Saskatchewan
March 3, 2004	News release for improving Highways in North Battleford/Lloydminster area	Canada and Saskatchewan
April 27, 2004	News release for twinning Highways 1 and 16	Canada and Saskatchewan
June 30, 2004	News release for start of construction on Broadview CPR Overpass	Canada and Saskatchewan
July 23, 2004	News release for the start of paving on Highway 16	Canada and Saskatchewan
August 18, 2004	News release for improving highway 16 east of Lloydminster	Canada and Saskatchewan
November 10, 2004	News release for completion of 40 km of twinning on Highway 1 east	Canada and Saskatchewan

March 15, 2005	News release updating improvements in North Battleford/Lloydminster area	Canada and Saskatchewan
June 16, 2005	News release for continuing twinning work on Highway 16 near Battleford	Canada and Saskatchewan
June 29, 2005	News release for continuing twinning work on Highway 1 east.	Canada and Saskatchewan
July 6, 2005	News release official opening of a twinned section on Highway 16 near Battleford	Canada and Saskatchewan
November 15, 2005	News release Winter Tender Schedule announcement	Canada and Saskatchewan
April 20, 2006	News release Spring Tender Schedule announcement	Canada and Saskatchewan
May 25, 2006	News release for highway twinning projects	Canada and Saskatchewan
September 29, 2006	Media advisory for opening of twinned lanes on Highway 16	Canada and Saskatchewan

7. Risk Assessment

The Trans-Canada East Twinning Project (TETP) and Yellowhead Highway 16 West Risk Assessment considers factors which affect the scope, schedule and budget on projects funded under the CSIF program. Factors that could cause the project budgets to escalate include, fuel prices, steel prices, environmental issues and haul distance for quality aggregate. Factors that could cause projects to be completed late include weather and contractor capacity.

Construction cost increases continued through 2007 with fluctuations in fuel prices and increased asphalt costs. Contract items have increased approximately 55% since 2005. The province continues to absorb these cost increases by deferring other needed capital improvements within the province. While this is not a direct threat to completion of CSIF projects, other capital improvements being deferred include pavement rehabilitation on Highway 39, twinning on Highway 11, pavement rehabilitation projects on Highway 16, and expansion of the primary weight system which are critical linkages to the National Highway System.

A general shortage of asphalt (bitumen) material prevailed through the latter part of the 2006 construction season. It was the first time in Saskatchewan's history that asphalt shortages threatened timely completion of paving projects. The department reacted by centralizing distribution of asphalt material to projects and was able to maintain supplies to asphalt mixing plants working on TETP projects. The department has worked closely with suppliers to procure asphalt materials in advance for the 2007 construction season.

The uncertainty in the volatile fuel market is one component which continues to cause project costs to increase. Contractors must bid in risk associated with higher fuel costs which will influence future bids for earth excavation and haul. The large equipment required to haul, shape and compact a road embankment use large quantities of diesel fuel.

In 2004 the steel market demand appeared to be greater than the supply resulting in escalating prices on public tendered culverts and guard rails. In 2005 tendered culvert prices doubled over previous years, and steel costs continued to rise in 2006. Culverts are required at streams and low areas to allow water to flow from one side of the highway to the other.

Saskatchewan, along with other provinces, is increasing the transportation budget in response to deteriorating roads and improvement demands. The *Transportation for Economic Advantage* (TEA) strategy was announced in March 6, 2007 which commits to a 10 year transportation funding program. The department is working closely with the Saskatchewan Roadbuilders Association to allow transition for increased capacity. Major paving projects, excluding CSIF, have extended completion dates to allow contractors sufficient time to achieve this increase.

Environmental issues have caused significant increases in project costs. Mitigation and compensation work for habitat loss is ongoing with mitigation implementation. The Department has incurred increased expenditures at Adair Creek, where it has been assessing fish habitat issues since 2003. Agreement in principle has been reached with DFO on mitigation requirements and work may be tendered in 2007.

Quality aggregate is rare in the south eastern part of Saskatchewan. Potential rock deposits have been rejected because of shale content which is not desirable when used in asphalt concrete. A new rock source was acquired, but anticipated volumes of rock did not materialize; therefore, alternate sources are being used. As a result the contractor will be required to haul materials farther and must adjust operations to ensure a timely completion. Large quantities of sand are also required when building a highway. Quality of the sand deposit will dictate if processing is required and the haul distance to the project impacts haul costs.

The current schedule to complete CSIF projects could be compromised by weather. Compaction is an important factor in building a solid foundation and is very dependent on moisture content. With large amounts of rain the materials become saturated and must be dried before they can be compacted properly. As days are lost to rain a contractor's workable time becomes shorter and his capacity becomes an issue. Risks are continuously monitored and appropriate actions are implemented to minimize any impacts. The department has worked closely with all contractors working on CSIF contracts to develop an integrated schedule. Schedules will be monitored closely during the 2007 construction season, with completion planned for late fall 2008.

8. Summary of Expenditures

Table 7 (page 17) details expenditures in the Canada – Saskatchewan CSIF Agreement to the end of the 2006-07 fiscal year. The table also shows the remaining funds associated with each contract authorization as approved by the Management Committee on Schedule B; Revision 5 dated March 29, 2007.

Table 7: Canada-Saskatchewan Infrastructure Fund – Detailed Expenditures for 2006-07

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.1	**Highway 1 east general engineering, surveying environmental screening and design**	**SK1.1GenEng/Env**	$ 1,742,373							
	2.5 km west of Grenfell to 4 km west of Broadview	0218815		$ -	$ -	$ -	$ -	$ -	$ -	
	3 km west of Whitewood to 14 km west of Wapella	0319111		$ 69,513	$ 209,175	$ 278,688	$ -	$ -	$ -	
	East of Wapella to Manitoba Border	0319115		$ 7,873	$ 172,541	$ 117,493	$ -	$ 297,907	$ 148,954	
	3km east of Moosomin to Manitoba Border	0421211		$ -	$ -	$ 316,142	$ -	$ 316,142	$ 158,071	
	Corridor General Engineering	970815		$ 754,136	$ 89,668	$ 77,877	$ -	$ 920,681	$ 460,441	
			$ 1,742,373	$ 831,522	$ 471,384	$ 232,024	$ -	$ 1,534,930	$ 767,465	$ 207,443

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.2	**Grading - 5km west of Grenfell to 5.88 km east of Wapella**									
	5km west to 5.6 km east of Grenfell	0218811	$ 2,504,535	$ 1,605,281	$ 668,546	$ 89,144	$ 104,000	$ 2,466,971	$ 1,233,486	
	5.6 km east of Grenfell to 5.9 km west of Broadview	0318811	$ 2,848,326	$ 1,993,366	$ 709,891	$ 126,632	$ -	$ 2,829,889	$ 1,414,445	
	3 km west of Whitewood to 14 km west of Wapella	0319111	$ 4,876,495	$ -	$ -	$ 4,247,746	$ 557,897	$ 4,805,643	$ 2,402,822	
	5.88 km east of Wapella to 6.55 km west of Wapella	0419111	$ 4,502,745	$ -	$ -	$ 3,308,222	$ 740,848	$ 4,049,070	$ 2,024,535	
			$ 14,732,101	$ 3,598,647	$ 1,377,437	$ 7,771,744	$ 1,402,745	$ 14,150,572	$ 7,075,287	$ 581,529

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.3	**Paving - East of Wolseley to 4 km west of Wapella**									
	East of Wolseley to 5 km west of Grenfell	020812	$ 5,676,116	$ 2,506,629	$ 2,808,574	$ 272,957	$ 18,038	$ 5,605,798	$ 2,80*,898	
	5 km west of Grenfell to 5.9 km west of Broadview	0318812	$ 8,911,225	$ 290,151	$ 6,084,455	$ 453,071	$ 83,433	$ 6,911,110	$ 3,455,555	
	Broadview to 5.9 km west	0419222	$ 5,686,286	$ -	$ -	$ 5,235,673	$ 373,061	$ 5,608,134	$ 2,804,067	
	3 km west of Whitewood to Broadview	0419212	$ 6,030,532	$ -	$ 7,967	$ 5,378,339	$ 301,982	$ 5,688,288	$ 2,844,144	
	3 km west of Whitewood to Burrows	0519112	$ 8,094,767	$ -	$ -	$ 1,219,825	$ 6,872,941	$ 8,092,766	$ 4,046,383	
	Burrows to east of Wapella	0519132	$ 8,993,730	$ -	$ -	$ -	$ 4,445,315	$ 4,445,315	$ 2,222,657	
			$ 41,392,656	$ 2,796,780	$ 8,900,996	$ 12,558,865	$ 12,094,788	$ 36,351,409	$ 18,175,704	$ 5,041,247

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.4	**Broadview Railway Overpass**	**SK1.4Bridgework**	$ 6,089,748							
	Grading overpass abutments	0218821		$ 59,957	$ 11,810	$ -	$ -	$ 71,567	$ 35,784	
	Twin structures over CPR	0318814		$ -	$ 2,023,927	$ 2,114,061	$ -	$ 4,137,988	$ 2,068,994	
	Supply and erect steel structure for overpass	0419824		$ -	$ 1,261,258	$ 343,013	$ -	$ 1,604,271	$ 802,136	
				$ -	$ -	$ -	$ -	$ -	$ -	
			$ 6,089,748	$ 59,957	$ 3,296,795	$ 2,457,074	$ -	$ 5,813,826	$ 2,906,913	$ 275,922

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.6	**Grading & Clearing - From Manitoba Border to 5.88 km east of Wapella**		$ 12,166,156	$ -	$ -	$ -	$ -	$ -	$ -	
	Grading - 3 km east to 3 km west of Moosomin	0521211		$ -	$ -	$ -	$ 1,015,895	$ 1,015,895	$ 507,948	
	Grading - east of Wapella to west of Moosomin	0519121		$ -	$ -	$ -	$ 4,589,824	$ 4,589,824	$ 2,294,912	
	Clearing - east of Wapella to east of Moosomin	0519137		$ -	$ -	$ -	$ 102,681	$ 102,681	$ 51,341	
	Grading 3 km East of Moosomin to Manitoba Border	0421211G	$ 5,238,164	$ -	$ -	$ -	$ 5,238,164	$ 5,238,164	$ 2,619,082	
			$ 17,404,320	$ -	$ -	$ -	$ 10,946,564	$ 10,946,564	$ 5,473,282	$ 6,457,756

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.7	**Surfacing - From east of Wapella to the Manitoba Border**			$ -	$ -	$ -	$ -	$ -	$ -	
	Surfacing - From east of Wapella to east of Moosomin	0519112	$ 8,384,357	$ -	$ -	$ -	$ 1,143,321	$ 1,143,321	$ 571,661	
	Surfacing - From east of Moosomin to the Manitoba Border	0821212	$ 2,100,000	$ -	$ -	$ -	$ 1,215,849	$ 1,215,849	$ 607,925	
				$ -	$ -	$ -	$ -	$ -	$ -	
				$ -	$ -	$ -	$ -	$ -	$ -	
			$ 10,484,357	$ -	$ -	$ -	$ 2,359,170	$ 2,359,170	$ 1,179,.85	$ 8,125,187

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.1	**Highway 16 general engineering, surveying, environmental screening and design**		$ 374,246							
	East of Paynton to Maidstone	007215		$ 1,595	$ 13,899	$ 3,902	$ -	$ 19,096	$ 9,548	
	West of Delmas to west of Bresaylor	037215		$ 57,890	$ 19,433	$ -	$ -	$ 77,323	$ 38,662	
	West of the Battlefords to west of Maidstone - Environmental screening	0315815		$ 56,738	$ 12,815	$ 10,746	$ -	$ 80,299	$ 40,150	
	5 km east of Delmas to west of Delmas	0315825		$ 80,945	$ 16,424	$ 8,044	$ -	$ 105,413	$ 52,707	
			$ 374,246	$ 197,168	$ 62,571	$ 22,592	$ -	$ 282,132	$ 141,066	$ 92,114

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.2	**Grading and Paving - end of the four-lane to 5km east of Delmas**									
	Traffic gravel for grading projects	037216	$ 66,151	$ 66,150	$ -	$ -	$ -	$ 66,150	$ 33,075	
	Grading from the end of the four-lane to 5 km east of Delmas	0215811	$ 2,343,563	$ 1,086,326	$ 618,975	$ 393,106	$ 141,697	$ 2,240,104	$ 1,120,052	
	Paving from the end of the four-lane to 5 km east of Delmas	0315812	$ 4,013,719	$ 650,777	$ 1,639,162	$ 1,594,160	$ -	$ 3,884,099	$ 1,942,050	
			$ 6,423,433	$ 1,803,253	$ 2,258,137	$ 1,987,266	$ 141,697	$ 6,190,353	$ 3,095,177	$ 233,080

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.3	**Grading and Paving - Maidstone Bypass**									
	Grading Maidstone bypass	037211	$ 2,365,608	$ 733,153	$ 632,072	$ 663,220	$ 309,844	$ 2,338,289	$ 1,169,145	
	Paving Maidstone bypass	037212		$ 6,118	$ -	$ 2,458,723	$ 4,222,592	$ 6,687,433	$ 3,343,717	
	Stockpiling for Maidstone bypass	037226	$ 8,370,493	$ 883,853	$ -	$ -	$ -	$ 883,853	$ 441,927	
	Grade and Pave- Jct Hwy 16 & 21	0316111/0416112		$ -	$ 167,760	$ 134,158	$ 154,578	$ 456,496	$ 228,248	
	Stockpiling - south of Maidstone to Jct. Highway 16	0316116	$ 502,694	$ 39,713	$ 6,484	$ -	$ -	$ 46,197	$ 23,099	
				$ -	$ -	$ -	$ -	$ -	$ -	
			$ 11,238,795	$ 1,662,837	$ 806,316	$ 3,256,101	$ 4,687,014	$ 10,412,268	$ 5,206,134	$ 826,527

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
	Grading, Paving and Cleaning from 5 km east of Delmas									
2.5	**to 6 km east of Maidstone**									
	Grading from 5 km east of Delmas to west of Delmas	0315811	$ 2,903,810	$ -	$ -	$ -	$ 2,997,918	$ 2,997,918	$ 1,498,959	
	Grading from west of Delmas to west of Bresaylor	047231	$ 1,561,333	$ -	$ -	$ -	$ 620,057	$ 620,057	$ 310,029	
	Grading from 7 km west of Bresaylor to 10 km west of Paynton	047221	$ 4,749,792	$ -	$ -	$ -	$ 3,754,324	$ 3,754,324	$ 1,877,162	
	Grading 10 km west of Paynton to 6 km east of Maidstone	047211	$ 2,470,385	$ -	$ -	$ 2,108,546	$ 360,905	$ 2,469,451	$ 1,234,726	
	Paving from 10 km west of Paynton to 6 km east of Maidstone	057212	$ 4,224,497	$ -	$ -	$ -	$ 4,222,677	$ 4,222,677	$ 2,111,339	
	Cleaning from 10 km west of Paynton to 6 km east of Maidstone	047217	$ 81,676	$ -	$ -	$ 63,555	$ 18,121	$ 81,676	$ 40,838	
	Stockpiling from east of Delmas to west of Paynton	057216	$ 126,479	$ -	$ -	$ -	$ 126,479	$ 126,479	$ 63,240	
	Paving - east of Delmas to west of Bresaylor	0615812	$ 3,150,000	$ -	$ -	$ -	$ -	$ -	$ -	
	Paving - west of Bresaylor to 10 km west of Paynton	067212	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 19,267,972	$ -	$ -	$ 2,172,101	$ 12,100,481	$ 14,272,581	$ 7,136,291	$ 4,995,391

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.8	**Grading and Paving - at Lloydminster**									
	Grade and Pave at Lloydminster	082512	$ 900,000	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 900,000	$ -	$ -	$ -	$ -	$ -	$ -	$ 900,000

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
3.0	**Audit, Evaluation, Communications and Environmental Assessments**									
	CSIF retrospective evaluation report	N/A	$ 50,000	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 50,000	$ -	$ -	$ -	$ -	$ -	$ -	$ 50,000
	PROGRAM TOTAL		$ 130,000,000	$ 10,950,164	$ 17,173,436	$ 30,457,787	$ 43,732,439	$ 102,313,805	$ 51,156,903	$ 27,686,195

APPENDIX A

2006-07 MANAGEMENT COMMITTEE AGENDAS AND MEETING MINUTES

AGENDA
Canada-Saskatchewan
CSIF Management Committee Meeting No. 5
April 28, 2006 @ 9:00 am (11:00 am EST)
Regina, Saskatchewan

1.0 Opening Remarks

2.0 Administrative Details
- 2.1 Note Taker
- 2.2 Approval of Previous Meeting Minutes
- 2.3 Management Committee Members (any updates?)

3.0 CSIF Program Management
- 3.1 Management Committee Guidelines/Rules Update
- 3.2 Review of Schedule B Revision 3
- 3.3 Financial Management and electronic payment option
- 3.4 Can claims be submitted after affidavit has been signed?
- 3.5 Accruals Status
- 3.6 HCoMS Issues, Concerns, Limitations
- 3.7 SIMSI Software Update
- 3.8 Annual Report
- 3.9 Audit Report
- 3.10 Audit Plan / Compliance audits
- 3.11 Site Visits for 2006

4.0 Communications
- 4.1 Event for the Opening of Highway 1 near Broadview
- 4.2 Any Other Events Anticipated
- 4.3 Signage

5.0 CSIF Project Updates
- 5.1 Update on All Projects

6.0 Other Items
- 6.1 Status of EPP Approvals
- 6.2 Wetland Compensation
- 6.3 Re-vegetation in Median and Ditches
- 6.4 Ekapo Creek
- 6.5 Compensation Work at Red Fox Creek
- 6.6 Ellisboro Pit

7.0 Next Meeting

Canada - Saskatchewan
Canada Strategic Infrastructure Fund (CSIF)
Management Committee Meeting (MC)
Meeting No. 5

Date:
April 28, 2006
Location:
Regina Saskatchewan

Note taker: Leanna Belluz – Transport Canada

Attendees:
David Stearns – Provincial Co-Chair - Saskatchewan Highways and Transportation
Jim Lothrop – Federal Co-Chair – Transport Canada
Leanna Belluz – Transport Canada
Maxine Bilodeau – Infrastructure Canada (by teleconference)
John Czernick – Saskatchewan Highways and Transportation
Allan Carpentier – Saskatchewan Highways and Transportation
Miranda Carlberg – Saskatchewan Highways and Transportation
Susan McElravey – Student with Saskatchewan Highways and Transportation
Sarah Plosker – Student with Saskatchewan Highways and Transportation

Record of Discussions

1. Opening Remarks

Summary: All were welcomed to the fifth Agreement Management Committee (AMC) meeting for the Canada – Saskatchewan CSIF Agreement.

Action items: N/A	**Person responsible:**	**Deadline:**

2. Administrative Details

2.1 Note Taker

Summary: Leanna Belluz agreed to take the minutes for the meeting.

Action items:	**Person responsible**:	**Deadline**:
Circulate minutes.	Leanna Belluz	ASAP

2.2 Approval of Previous Meeting Minutes

Summary: The minutes of the fourth AMC meeting of September 28, 2005 were approved.

Action items: N/A	**Person responsible**:	**Deadline**:

2.3 Management Committee Members

Summary: Allan Carpentier will be an alternate member from Saskatchewan Highways and Transportation (SHT). Jim Lothrop has taken over the Federal Co-Chair position from Bryce Conrad, and Maxine Bilodeau is participating for Kris Nanda as the alternate federal member from Infrastructure Canada. SHT mentioned that their new Director is Tim Kealey.

Action items: N/A	**Person responsible**:	**Deadline**:

3. CSIF Program Management

3.1 Management Committee Guidelines/Rules Update

Summary: Maxine Bilodeau noted that the Management Committee Guidelines have not been finalized. Infrastructure Canada's new ADM, Carol Beal has not seen the drafts yet. Maxine will keep the AMC informed of when the guidelines are approved. In the meantime, she recommends that we use the SHIP Management Committee Guidelines instead.

Action items:	**Person responsible**:	**Deadline**:
INFC to provide updates to the AMC on MC guidelines when available.	Maxine Bilodeau	When available

3.2 Review of Schedule B Revision 3

Summary: SHT noted that 2006 projects have not been entered into HCoMS yet. They are in the process of updating Schedule B and currently have a draft Revision 4 but are not ready to table it yet. John Czernick provided an update of new contracts (refer to Section 5.0 of the Minutes)

Action items:	**Person responsible**:	**Deadline**:
SHT to bring all projects into B.2 and submit Revision 4 for signing	John Czernick	June 1, 2006

3.3 Financial Management and Electronic Payment Option

Summary: SHT noted that they are open to the idea of electronic payment.

Action items:	**Person responsible**:	**Deadline**:
Leanna Belluz to submit to SHT a list of items required to set up electronic payment	Leanna Belluz	ASAP

3.4 Can Claims Be Submitted After Affidavit Has Been Signed?

Summary: The AMC agreed that claims could be submitted after the affidavit has been signed as long as it is within the same fiscal year.

Action items: N/A	**Person responsible**:	**Deadline**:

3.5 Accruals Status

Summary: John Czernick had provided TC with forecasted numbers at the end of fiscal year 2005/2006. They were forwarded to Sandy Koepper (TC Financial Officer) at that time. SHT still needs to claim for the accruals.

Action items:	**Person responsible**:	**Deadline**:
SHT claim for accurals	John Czernick	ASAP

3.6 HCoMS Issues, Concerns, Limitations

Summary: No major issues were identified by the AMC. Leanna Belluz handed out HCoMS Reference Cards to SHT.

Action items: N/A	**Person responsible**:	**Deadline**:

3.7 SIMSI Software Update		
Summary: Maxine Bilodeau reported that there were no updates from INFC. Work is still in progress but the system will not be rolled out to the regions yet.		
Action items:	**Person responsible:**	**Deadline:**
Maxine Bilodeau to follow up and see how the regions would get access to the information from SIMSI. Maxine Bilodeau to give presentation on SIMSI at the next AMC meeting.	Maxine Bilodeau	Next AMC meeting in the Fall
3.8 Annual Report		
Summary: John Czernick noted that a draft copy of the Annual Report is complete. Susan McElravey did a lot of work on it.		
Action items:	**Person responsible:**	**Deadline:**
SHT to send an electronic version of the draft Annual Report to TC (draft will not include the audit report)	John Czernick	June 1, 2006
3.9 & 3.10 Audit Report, Audit Plan/Compliance Audits		
Summary: The AMC confirmed that a financial audit would be fine for this fiscal year. Jim Lothrop approved the Audit Plan that was previously submitted by SHT. TC will put together a compliance audit framework and send it to SHT so that SHT can provide their provincial auditor with guidance on what is required for a future compliance audits. SHT mentioned that their provincial auditor had difficulties matching up titles from HCoMS and titles from the Contribution Agreement. Some of the titles are not the same. SHT did not see a problem on getting the financial audit done by the end of July. SHT will target to have a compliance audit plan completed by the Fall.		
Action items:	**Person responsible:**	**Deadline:**
Leanna Belluz to develop compliance audit framework and submit to SHT	Leanna Belluz	June 1, 2006
SHT to have financial audit done by the end of July	SHT	July 31, 2006
SHT to have compliance audit plan completed	SHT	Fall 2006
3.11 Site Visits for 2006		
Summary: Leanna Belluz just completed one for Highway 1 East during this visit to Regina. SHT recommended that August would be the best time to do site visits for Highway 16 projects. Jim mentioned that he will be in Saskatoon at the end of May for the CUTA (Canadian Urban Transit Association) Conference and may be able to do a site visit afterwards.		
Action items:	**Person responsible:**	**Deadline:**
Jim Lothrop to follow up on the possibility of a site visit at the end of May	Jim Lothrop	May 2006
Leanna Belluz to schedule site visit for August	Leanna Belluz	July 2006
4.0 Communications		
4.1 Event for the Opening of Highway 1 Near Broadview		
Summary: This event was supposed to happen last Fall but it was cancelled because of elections. SHT noted that the opportunity has passed.		

Action items: N/A	Person responsible:	Deadline:

4.2 Any Other Event Anticipated

Summary: SHT noted that other potential upcoming events would be the opening of the section of Highway 1 East between Wolsely and east of Wapella. This is anticipated to take place in mid to late October. SHT was not sure about the timing for events on Highway 16.

Action items: SHT to meet with Manitoba Highways to see if an event for Highway 1 East could be coordinated Leanna Belluz to speak with Linda Licari (TC Communications Advisor) and forward her a list of potential events. Have TC and SHT communication advisors discuss timing of events	Person responsible: SHT Leanna Belluz	Deadline: ASAP

4.3 Signage

Summary: SHT would like to remove signs from Highway 1 since they have been up for the required amount of time and use them for Highway 39. Jim Lothrop did not see a problem with this but said he would confirm if using the same wording from the Highway 1 signs was ok.

Action items: Jim Lothrop to confirm that SHT could use Highway 1 signs for Highway 39	Person responsible: Jim Lothrop	Deadline: ASAP

5.0 CSIF Project Updates

5.1 Update on All Projects

Summary: John Czernick provided an update of all projects:

Highway 1 East:

- Paving Whitewood to Burrows, Contract No. C05090, (0519112) Langenburg Redi-Mix Ltd. Anticipated schedule May 1 through August 15, 2006.
- Paving Burrows to East of Wapella, Contract No. C05091 (0519132) Botkin Construction Ltd. Anticipated Schedule June 15 through September 30, 2006.
- Grading from West of Wapella to East of Wapella, Contract No. C05011 (0419111)Johnston Bros. (Binscarth) Ltd. Carry over project from 2005, will be completed by June 30, 2006.
- Grading from Manitoba Border to East of Moosomin, Contract No. C05080 (0421211G) Kelly Panteluk Const. Ltd. Anticipated schedule April 24th to September 30, 2006.
- Grading East of Wapella to West of Moosomin, Contract No. C05082 (0519121) currently in the tendering award stage, anticipated schedule, begin in June and to be completed in October of 2006.
- Grading West of Moosomin to East of Moosomin, Contract No. C06018 (0521211) To be tendered in August 2006 with and anticipated completion by June 2007.
- Design for surfacing from East of Wapella to the Manitoba Border continues with the surfacing contracts expected to be tendered/awarded and completed by fall of 2007.

29.5 km of Highway 1 from west of Whitewood to east of Wapella is expected to be opened to traffic by fall (October, 2006).
27.0 km of Highway 1 from west of Broadview to west of Whitewood was opened to traffic on October 24, 2005.

Highway 16:

- Grading from 10.3 km West of Paynton to 7.1 km East of Maidstone Contract No. C05033 (047211) Vector Enterprises Ltd. This is a carry over project from 2005 and is anticipated to be completed by June 15, 2006.
- Grading from 7.1 km east of Maidstone to 3.8 km west of Maidstone Contract No. C03073 (037211) Clayton Construction Ltd. This is a carry over project due to above normal amount of

rainfall in 2004 & 2005, it is anticipated to be complete this project by July of 2006.

- Surfacing from 7.1 km east of Maidstone to 3.8 km west of Maidstone Contract No. C04122 (037212) Warner Construction Co. Ltd. This is a carry over project and is anticipated to be completed by fall of 2006.
- Surfacing from 10.3 km West of Paynton to 7.1 km East of Maidstone Contract No. C05102 (057212) Warner Construction Co. Ltd. This contract is expected to start in the spring and be completed by fall of 2006.
- Grading from 5.0 km east of Paynton to 10.3 km west of Paynton Contract No. C05134 (047221) North American Rock & Dirt Inc. This contract is anticipated to be completed in the fall of 2006.
- Grading 5.38 km east of Bresaylor to 7.17 km west of Bresaylor Contract No. C05014 (047231) Wappel Construction Co. Ltd. This contract is anticipated to be completed in the fall of 2006.

The surfacing of the section of Highway 16 from 10.8 km west of Battleford to 24.4 km west of Battleford was completed and opened to traffic on June 28, 2005. There is one short area of ride deficiencies that will be corrected during the 2006 construction season.
Pending any weather delays, it is anticipated that the two surfacing contracts will be opened in the fall of 2006. (Contract No. C04122 and Contract No. C05102).

SHT stated that for Highway 1 East they are on schedule to complete all work, however costs have increased significantly because of the rise in fuel costs. The work on Highway 16 may require an extension due to weather delays.

Jim Lothrop discussed the need to have more contracts and claims submitted during the year instead of at the end of the fiscal year when it is very busy for everyone.

Action items: SHT will provide TC with accurate data on increased costs and whether or not an extension would be required for work on Highway 16.	**Person responsible:** SHT	**Deadline:** ASAP
SHT to get contracts into HCoMS so that they can start submitting their claims.	SHT	End of August

6.0 Other Items

6.1 Status of EPP Approvals

Summary: The Highway 16 EPP has been approved by all parties. However, for Highway 1 East, there is still an issue with DFO and the location of some of the borrow pits. Contracts cannot be approved for Highway 1 East until this issue is resolved.

Action items: Leanna Belluz will provide SHT with the details on DFO's issue with the borrow pits Dave Stearns to follow up and resolve the issue	**Person responsible:** Leanna Belluz Dave Stearns	**Deadline:** ASAP

6.2 Wetland Compensation

Summary: Dave Stearns thought that he had signed off on the final report but will confirm that.

Action items: Dave Stearns to confirm if he signed off on the final report	**Person responsible:** Dave Stearns	**Deadline:** ASAP

6.3 Revegetation in Median and Ditches

Summary: Jim Lothrop asked Dave Stearns to make sure that the medians and ditches on Highway 1 East are being revegetated as per policy.

Action items: Dave Stearns to provide TC with an answer concerning the revegetation of medians and ditches	**Person responsible:** Dave Stearns	**Deadline:** ASAP

6.4 Ekapo Creek		
Summary: SHT worked with DFO to resolve all issues. Working with Navigable Waters to address the "Assisted Portage" telephone system.		
Action items: N/A	**Person responsible:**	**Deadline:**
6.5 Compensation Work at Red Fox Creek		
Summary: The design for the compensation work at Red Fox Creek for Ekapo Creek has been approved. SHT will find out the status of the work		
Action items: SHT to notify TC of the status of the work being done at Red Fox Creek	**Person responsible:**	**Deadline:**
	SHT	June 1, 2006
6.6 Ellisboro Pit		
Summary: SHT noted that the charges against them were dropped. Lori Mathews is working with DFO on the negotiations. There are ongoing discussions with landowners. Some federal money is going towards the compensation work.		
Action items: N/A	**Person responsible:**	**Deadline:**
7.0 Final Issues and Next Meeting		
7.1 Future Programs		
Summary: SHT stated that in the future they would like federal funding for state of good repair and maintenance work on the NHS. They have an asset management system in place to determine priority projects.		
Action items: SHT to provide TC with a 5-year horizon project plan.	**Person responsible:**	**Deadline:**
	SHT	ASAP
6.2 Next Meeting		
Summary: The next AMC meeting will take place in Ottawa during the second week of October. The date is yet to be determined.		
Action items: N/A	**Person responsible:**	**Deadline:**

AGENDA
Canada-Saskatchewan
CSIF Management Committee Meeting No. 6
November 27, 2006 @ 2:00 pm EST (1:00 pm CST)
Teleconference

1.0 Opening Remarks

2.0 Administrative Details
- 2.1 Note Taker
- 2.2 Approval of previous meeting minutes
- 2.3 Management Committee member changes

3.0 CSIF Project Updates
- 3.1 Review of Schedule B.2 Revision 4
- 3.2 Update on all projects

4.0 **CSIF Program Management**
- 4.1 Financial management and electronic payment option
- 4.2 HCoMS issues, new version out
- 4.3 SIMSI software update – Maxine presentation
- 4.4 Audit Plan/Compliance Audit
- 4.5 Site Visits for 2007

5.0 Communications
- 5.1 Anticipated events
- 5.2 Signage

6.0 Environmental Issues
- 6.1 Future EPPs
- 6.2 Wetland Compensation Plan
- 6.3 Ekapo Creek, update on "Assisted Portage" telephone system
- 6.4 Status of compensation Work at Red Fox Creek
- **6.5** Ellisboro Pit – update on court case

7.0 Next Meeting

Canada - Saskatchewan
Canada Strategic Infrastructure Fund (CSIF)
Management Committee Meeting (MC)
Meeting No. 6

Date:
November 27, 2006
Location:
Teleconference

Note taker: Jennifer Hval

Attendees: David Stearns – Provincial Co-Chair - Saskatchewan Highways and Transportation
James Clarkin – Federal Co-Chair – Transport Canada (by teleconference)
Leanna Belluz – Transport Canada (by teleconference)
Harold Kohn – Infrastructure Canada (by teleconference)
John Czernick – Saskatchewan Highways and Transportation
Allan Carpentier – Saskatchewan Highways and Transportation
Wayne Gienow – Saskatchewan Highways and Transportation
Kelvin Shuvera – Saskatchewan Highways and Transportation
Ray Connoly – Saskatchewan Highways and Transportation
Glenn Read – Saskatchewan Highways and Transportation

Record of Discussions

1. Opening Remarks

Summary: Welcomed to the sixth Agreement Management Committee (AMC) meeting for the Canada – Saskatchewan CSIF Agreement.

Action items: N/A	**Person responsible:**	**Deadline:**

2. Administrative Details

2.1 Note Taker: Jennifer Hval

Action items: Circulate minutes.	**Person responsible:**	**Deadline:**
	Jennifer Hval	ASAP

2.2 Approval of Previous Meeting Minutes

Summary: The minutes from the fourth AMC meeting were accepted.

Action items:	**Person responsible:**	**Deadline:**
Leanna will send out a copy of the Site Visit report when completed. James is to follow up with Dave on Federal funding for National Highway System. Have Communications representatives at next meeting.	Leanna Belluz James Clarkin	

2.3 Management Committee Members

Summary: James Clarkin (Transport Canada) will be taking Jim Lothrop's place as Federal Co-chair. Harold Kohn (Infrastructure Canada) will be replacing Maxine Bilodeau. Wayne Gienow (Saskatchewan Highways and Transportation) will be replacing Miranda Carlberg. No formal letter will be required.

Action items: N/A	**Person responsible:**	**Deadline:**

3. CSIF Project Updates

3.1 Review of Schedule B - Revision 4

Summary: Schedule B was reviewed and accepted.

Action items: N/A	**Person responsible**:	**Deadline**:

3.2 Update on all Projects		
Summary: Highway 16 C06017, Kays – Grading west of Delmas to east of Delmas • Substantial portion of project complete • Anticipate final acceptance next year C05014, Wappel – Grading east of Delmas to west of Bresaylor • Anticipate to complete project June 2007 C05134, North American Rock and Dirt (Broda) – Grading west of Bresaylor to west of Paynton • Anticipate to compact and complete project next year. C05033, Vector – Grading, C05102, Warner Const – Paving, west of Paynton to 6 km east of Maidstone • Complete and opened to traffic in September 2006 C03073, Clayton Const. – Grading, C04122 Warner Const. – Paving, Maidstone bypass • Complete and open to traffic in September 2006 Highway 1 East C05080 Panteluk – Grading Manitoba border to east of Moosomin • Complete with minor cleanup work remaining C06018, Wappel Const. – Grading east of Moosomin to west of Moosomin • Carry over project to be completed in 2007 C05082, Johnston Bros. Binscarth, Grading west of Moosomin to east of Wapella • Approximately 65% complete • Contactor plans to work up to Christmas then shut down • Making good progress C05011, Johnston Bros. Binscarth, Grading east of Wapella to west of Wapella • Project completed September 2006 C05028, C. Duncan Const. Grading 6.55 km west of Wapella to 12.18 km west of Wapella • This is a SHIP project • Project complete C06073, Langenburg Redi Mix, Surfacing from the Manitoba border to 15.65 km west • Project tendered and awarded to Langenburg Redi Mix • Intend to screen and haul aggregate this winter • Intend to complete project in summer of 2007 C06074, Botkin Const. Surfacing from 15.65 km west of the Manitoba border to 20.43 km west of the Junction of Highway 8 • Project tendered and awarded to Botkin Construction • Intend to crush aggregate this winter • Intend to complete project in October of 2007		
Action items: Ray Connoly to send John, Allan and Dave and update on Lloydminister tender issue.	**Person responsible**: Ray Connoly	**Deadline**:
4.0 CSIF Program Management		
4.1 Financial Management and Electronic Payment Option		
Summary: Gary Diebel is in contact with Finance to set up an electronic payment system.		
Action items: John with follow up with Gary.	**Person responsible**: John Czernick	**Deadline**:
4.2 HCoMS issues – new version		
Summary: Transport Canada will send out new HCoMS manual.		
Action items: Leanna will send out new manual.	**Person responsible**: Leanna Belluz	**Deadline**:
4.3 SIMSI software presentation		
Summary: N/A		

Action items: Postponed until next meeting.	**Person responsible:** Harold Kohn	**Deadline:**
4.4 Audit Plan/Compliance Audit		
Summary: N/A		
Action items: Leanna will send out framework for audit and James will follow up.	**Person responsible:** Leanna Belluz	**Deadline:**
4.5 Site Visits for 2007		
Summary: Site visits for 2007 will be set up in approximately August.		
Action items: N/A	**Person responsible:**	**Deadline:**
5.0 Communications		
5.1 Anticipated events		
Summary: No events will be scheduled until twinning projects are completed.		
Action items: N/A	**Person responsible:**	**Deadline:**
5.2 Signage		
Summary: Communications is involved in signage.		
Action items: N/A	**Person responsible:**	**Deadline:**
6.0 Environmental Issues		
6.1 Future EPPs		
Summary: Environmental issues report.		
Action items: SHT will complete a follow up that will include each year.	**Person responsible:**	**Deadline:**
6.2 Wetland Compensation		
Summary: Approval not finalized yet between Infrastructure Canada, DFO and Environment Canada.		
Action items: Leanna will keep informed with other components to finalize the report.	**Person responsible:** Leanna Belluz	**Deadline:**
6.3 Ekapo Creek – update on "Assisted Portage" telephone system		
Summary: Telephone systems are not being installed. Navigable waters will open discussions on phone installations.		
Action items: SHT will contact Design group for an update.	**Person responsible:** Dave Stearns	**Deadline:**
6.4 Compensation Work at Red Fox Creek		
Summary: Tendered with significant raise in cost. The tender was cancelled and are in the process of alternatives for re-tendering.		
Action items: N/A	**Person responsible:**	**Deadline:**
6.5 Ellisboro Pit		
Summary: DFO and SHT have detailed design to be finalized in early December. Next court date set for mid December.		
Action items: N/A	**Person responsible:**	**Deadline:**
7.0 Next Meeting		
Summary: Next meeting scheduled for spring 2007 – date to be determined.		

APPENDIX B

SCHEDULE B, REVISION 4
&
SCHEDULE B, REVISION 5

4/20 · SU · 40

Transport Canada Transports Canada

Canadian Strategic Infrastructure Fund

SCHEDULE B

Schedule B
Revision #4
2006/05/31

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

PROJECTS TO BE UNDERTAKEN THROUGH THIS AGREEMENT:

Project No.	Project Description	Estimated Total Project Cost $	Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	Project Contributions 2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
1.0	**Highway 1 East**											
1.1	**Highway 1 East general engineering, surveying, environmental screening and** EA: 2003/07/28											
	The proposed project involves Highway 1 east general engineering, surveying, environmental screening and design required to complete the twinning of Highway 1 from approximately 3 km east of Wolseley to the Manitoba border.	$1,684,200	Canada	839,637	50.0	767,470	72,167	0	0	0	0	0
			SK	839,636	50.0	767,463	72,173	0	0	0	0	0
			TOTALS	**1,679,273**	**100.0**	**1,534,933**	**144,340**	**0**	**0**	**0**	**0**	**0**
1.2	**Grading - 5 km west of Grenfell to 5.88 east of Wapella** EA: 2003/07/28											
	The proposed project involves twinning approximately 23.93 kms of Highway 1. This involves grading approximately 23.93 kms of east bound lanes of Highway 1 from 5 km west of Grenfell to 5.88 km east of Wapella.	$15,601,000	Canada	7,091,452	50.0	6,373,921	717,531	0	0	0	0	0
			SK	7,091,451	50.0	6,373,907	717,544	0	0	0	0	0
			TOTALS	**14,182,903**	**100.0**	**12,747,828**	**1,435,075**	**0**	**0**	**0**	**0**	**0**
1.3	**Paving - East of Wolseley to 4 km East of Wapella** EA: 2003/07/28											
	The proposed project involves paving approximately 66.5 km of Highway 1 from East of Wolseley to East of Wapella.	$49,260,900	Canada	21,907,147	50.0	12,128,388	9,778,759	0	0	0	0	0
			SK	21,907,147	50.0	12,128,369	9,778,778	0	0	0	0	0
			TOTALS	**43,814,294**	**100.0**	**24,256,757**	**19,557,537**	**0**	**0**	**0**	**0**	**0**

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Project Contributions									
			Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
1.0	**Highway 1 East (cont.)**											
1.4	**Broadview Railway Overpass** EA: 2003/07/28 The proposed project involves the supply, fabrication, delivery and erection of structural steel and the construction of twin steel and concrete overhead bridges on Highway 1 over the C.P.R. approximately 3 km west of Broadview.	$6,279,100	Canada	3,046,635	50.0	2,906,917	139,718	0	0	0	0	0
			SK	3,046,635	50.0	2,906,908	139,727	0	0	0	0	0
			TOTALS	**6,093,270**	**100.0**	**5,813,825**	**279,445**	**0**	**0**	**0**	**0**	**0**
1.5	**[11-Aug-2004] Unallocated Funds** EA: Not Applicable Unallocated Funds	$0	Canada	0	0	0	0	0	0	0	0	0
			SK	0	0	0	0	0	0	0	0	0
			TOTALS	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
1.6	**Grading from east of Wapella to the Manitoba border and clearing east of** EA: 2006/05/31 The proposed project involves grading approximately 39.47 km of Highway 1 East from 5.88 kms east of Wapella to the Manitoba border and the clearing of approximately 22.72 km from east of Wapella to east of Moosomin.	$17,025,300	Canada	7,490,770	50.0	0	7,490,770	0	0	0	0	0
			SK	7,490,770	50.0	0	7,490,770	0	0	0	0	0
			TOTALS	**14,981,540**	**100.0**	**0**	**14,981,540**	**0**	**0**	**0**	**0**	**0**

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Project Contributions									
			Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
1.0	**Highway 1 East (cont.)**											
1.7	**Paving - East of Wapella to the Manitoba Border** EA: 2006/05/31											
	The proposed project involves paving of approximately 42.39 km of Highway 1 East from 5.88 km east of Wapella to the Manitoba border.		Canada	5,845,411	50.0	0	1,470,000	4,375,411	0	0	0	0
			SK	5,845,412	50.0	0	1,470,000	4,375,412	0	0	0	0
		$21,226,800	TOTALS	**11,690,823**	**100.0**	**0**	**2,940,000**	**8,750,823**	**0**	**0**	**0**	**0**
	PROJECT 1.0 Subtotals		Canada	46,221,052	**50.00**	22,176,696	19,668,945	4,375,411	0	0	0	0
			SK	46,221,051	**50.00**	22,176,647	19,668,992	4,375,412	0	0	0	0
		$111,077,300	TOTALS	**92,442,103**	**100.0**	**44,353,343**	39,337,937	**8,750,823**	**0**	**0**	**0**	**0**

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Project Contributions									
			Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
2.0	**Highway 16 West**											
2.1	**Highway 16 - general engineering, surveying, environmental screening and** EA: 2003/07/28 The proposed project involves the general engineering, surveying, environmental screening and design required to complete the twinning of Highway 16 from North Battleford to the Alberta Border.	**$463,900**	**Canada**	167,123	50.0	141,069	26,054	0	0	0	0	0
			SK	167,123	50.0	141,063	26,060	0	0	0	0	0
			TOTALS	**334,246**	**100.0**	**282,132**	**52,114**	**0**	**0**	**0**	**0**	**0**
2.2	**Grading and Paving - end of the four-lane to 5 km east of Delmas** EA: 2003/07/28 The proposed project involves the grading and surfacing of 12.7 kms of Highway 16 from the end of the existing four lane to 5 km east of Delmas.	**$8,019,100**	**Canada**	3,206,161	50.0	3,024,334	181,827	0	0	0	0	0
			SK	3,206,161	50.0	3,024,322	181,839	0	0	0	0	0
			TOTALS	**6,412,322**	**100.0**	**6,048,656**	**363,666**	**0**	**0**	**0**	**0**	**0**
2.3	**Grading and Paving - Maidstone Bypass** EA: 2003/07/28 This proposed project involves 10.63 kms of grading and paving Highway 16 around the community of Maidstone and grading and paving 1.6 km of Highway 21 from south of Maidstone to the Junction of Highway 16.	**$11,405,100**	**Canada**	4,655,978	50.0	2,862,633	1,793,345	0	0	0	0	0
			SK	4,655,979	50.0	2,862,622	1,793,357	0	0	0	0	0
			TOTALS	**9,311,957**	**100.0**	**5,725,255**	**3,586,702**	**0**	**0**	**0**	**0**	**0**

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Contributor	Project Contributions: Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
2.0	**Highway 16 West (cont.)**											
2.4	**[11-Aug-2004] Unallocated Funds** EA: Not Applicable Unallocated Funds		Canada	0	0	0	0	0	0	0	0	0
			SK	0	0	0	0	0	0	0	0	0
		$0	TOTALS	0	0	0	0	0	0	0	0	0
2.5	**Grading, Paving and Clearing from 5km east of Delmas to 6 km east of Maidstone** EA: 2003/07/28 Grading, Paving and Clearing from 5km east of Delmas to 6 km east of Maidstone		Canada	9,174,686	50.0	1,086,052	8,088,634	0	0	0	0	0
			SK	9,174,687	50.0	1,086,049	8,088,638	0	0	0	0	0
		$20,725,100	TOTALS	18,349,373	100.0	2,172,101	16,177,272	0	0	0	0	0
2.6	**Grading and Paving at Lloydminster** EA: 2006/05/10 The proposed project involves grading and paving of approximately 1.41 km of Highway 16 West on the eastern edge of the City of Lloydminster.		Canada	1,575,000	50.0	0	0	1,575,000	0	0	0	0
			SK	1,574,999	50.0	0	0	1,574,999	0	0	0	0
		$3,150,000	TOTALS	3,149,999	100.0	0	0	3,149,999	0	0	0	0
	PROJECT 2.0 Subtotals		Canada	18,778,948	50.00	7,114,088	10,089,860	1,575,000	0	0	0	0
			SK	18,778,949	50.00	7,114,056	10,089,894	1,574,999	0	0	0	0
		$43,763,200	TOTALS	37,557,897	100.0	14,228,144	20,179,754	3,149,999	0	0	0	0

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Project Contributions									
			Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
3.0	**Unallocated Funds**											
3.1	**Unallocated Funds** EA: Not Applicable Unallocated Funds		Canada	0	0	0	0	0	0	0	0	0
			SK	0	0	0	0	0	0	0	0	0
		$0	TOTALS	0	0	0	0	0	0	0	0	0
	PROJECT 3.0 Subtotals		Canada	0	0	0	0	0	0	0	0	0
			SK	0	0	0	0	0	0	0	0	0
		$0	TOTALS	0	0	0	0	0	0	0	0	0

CANADA - SASKATCHEWAN CSIF - CANADA STRATEGIC INFRASTRUCTURE FUND

Canada / Saskatchewan

Agreement Start Date: 2003/03/05 **Agreement End Date: 2008/12/31**

Project No.	Project Description	Estimated Total Project Cost $	Project Contributions									
			Contributor	Shared Project Costs $	Shared Project Costs %	Previous Claims $	2006/2007 $	2007/2008 $	2008/2009 $	2009/2010 (c1) $	2009/2011 (c2) $	Future Expenditures $
AGREEMENT TOTALS		$154,840,500	Canada	65,000,000	50.0	29,290,784	29,758,805	5,950,411	0	0	0	0
			SK	65,000,000	50.0	29,290,703	29,758,886	5,950,411	0	0	0	0
			TOTALS	$130,000,000	100.0	$58,581,487	$59,517,691	$11,900,822	$0	$0	$0	$0

Approved by Management Commitee

Canada

Nov 16/06 — **Date** (yyyy/mm/dd)

JAMES CLARKIN — **Name** (please print)

JB. — **Signature**

Saskatchewan

Nov 14/06 — **Date** (yyyy/mm/dd)

David Stevens — **Name** (please print)

Signature

difficulties with HCOMS. Once HCOMS is fixed, this revision will be entered into HCOMS.
LB.

Canada - Saskatchewan CSIF - Canada Strategic Infrastructure Fund
Table B.2

Version 5:

Proposed Project	Project Component	Description of Project Component	Estimated Project Component Cost	Total Eligible Costs	Contribution by Canada	Expenditure Breakdown					
						2003/04	2004/05	2003/04 & 2004/05	2005/06	2006/07	2007/08
Highway 1 East	1.1	Highway 1 east general engineering, surveying, environmental screening and design (970815, 0319115, 0218815, 0421211)	$1,910,000	$1,742,373	$871,186	$762,009	$264,942	$1,026,951	$507,981	$173,341	$34,100
	1.2	Grading - 5 km west of Grenfell to 5.88 km east of Wapella (0218811, 0318811, 0319111, 0419111)	$16,417,500	$14,732,101	$7,366,051	$3,658,160	$1,998,421	$5,666,581	$7,334,844	$1,730,676	$0
	1.3	Paving - East of Wolseley to 4 km east of Wapella (020812, 0318812, 0419222, 0419212, 0519112, 0519132)	$44,744,800	$41,392,656	$20,696,328	$2,796,780	$10,581,682	$13,378,462	$14,315,657	$9,153,537	$4,545,000
	1.4	Broadview Railway Overpass (0218821, 0318814, 0418824)	$6,262,600	$6,089,748	$3,044,874	$59,957	$4,017,775	$4,077,732	$1,736,093	$13,423	$262,500
	1.6	Grading & Clearing - From Manitoba Border to 5.88 km East of Wapella (0521211, 0519121, 0519137, 04212116)	$19,515,100	$17,404,320	$8,702,160	$0	$0	$0	$951,757	$9,349,263	$7,103,300
	1.7	Surfacing - East of Wapella to Manitoba Border (0619112, 0621212)	$28,900,000	$10,484,357	$5,242,179	$0	$0	$0	$0	$4,200,000	$6,284,357
		TOTAL - Highway 1 East	***$117,750,000***	***$91,845,554***	***$45,922,777***	***$7,286,906***	***$16,862,819***	***$24,149,725***	***$24,846,332***	***$24,620,240***	***$18,229,257***
Highway 16 West	2.1	Highway 16 general engineering, surveying, environmental screening and design (0315825, 037215, 0315815, 0072151)	$479,000	$374,246	$187,123	$197,168	$79,121	$276,289	$5,843	$76,314	$15,800
	2.2	Grading & Paving - End of the four lane to 5 km east of Delmas (0215811, 0315812, 037216)	$7,877,200	$6,423,433	$3,211,716	$1,803,254	$2,761,554	$4,564,808	$1,586,432	$272,193	$0
	2.3	Grading & Paving - Maidstone Bypass (037211, 037212, 037226, 0316111, 0316116, 0416112)	$13,783,500	$11,238,795	$5,619,398	$1,662,837	$1,312,226	$2,975,063	$2,970,308	$5,293,424	$0
	2.5	Grading & Paving - 5km east of Delmas to 6 km east of Maidstone (0315811, 047231, 047221, 047211, 057212, 0615812, 067212) Clearing - 5 km east of Delmas to 6 km east of Maidstone (047217) Stockpiling - East of Delmas to West of Paynton (057216)	$40,032,400	$19,267,972	$9,633,986	$0	$108,406	$108,406	$3,525,436	$9,873,330	$5,760,800
	2.6	Grade and Paving at Lloydminster (062612)	$800,000	$800,000	$400,000	$0	$0	$0	$0	$0	$800,000
		TOTAL - Highway 16 West	***$62,972,100***	***$38,104,446***	***$19,052,223***	***$3,663,259***	***$4,261,307***	***$7,924,566***	***$8,088,019***	***$15,515,261***	***$6,576,600***
Project Management Costs	3.0	Audit, Evaluation, Communications and Enviromental Assessments	$50,000	$50,000	$25,000	$0	$0	$0	$0	$0	$50,000
		TOTAL - Project Mangement Costs	***$50,000***	***$50,000***	***$25,000***	***$0***	***$0***	***$0***	***$0***	***$0***	***$50,000***
		TOTAL	**$180,772,100**	**$130,000,000**	**$65,000,000**	**$10,950,165**	**$21,124,126**	**$32,074,291**	**$32,934,351**	**$40,135,501**	**$24,855,857**

2006/07 Forecast amount includes the following:
Project component 1.1: $70,841 (2005/06 accruals)
Project component 1.2: $73,593 (2004/05 accruals) + $457,183 (2005/06 accruals)
Project component 1.3: $40,001 (2004/05 accruals) + $620,602 (2005/06 accruals)
Project component 1.4: $1,078 (2004/05 accruals) + $12,345 (2005/06 accruals)
Project Component 1.6: $137,563 (2005/06 accruals)
Project Component 2.1: $36,314 (2005/06 accruals)
Project component 2.2: $174,573 (2004/05 accruals) + $88,620 (2005/06 accruals)
Project component 2.3: $68,674 (2005/06 accruals)
Project component 2.5: $3,570 (2004/05 accruals) + $14,660 (2005/06 accruals)

Canada: _____ Date: March 28/07

Saskatchewan: _____ Date: March 26/07

APPENDIX C

NEWS RELEASES

SPRING TENDER SCHEDULE EXPANDS ON PROJECTS FOR 2006

April 20, 2006

Saskatchewan Highways and Transportation

Saskatchewan Highways and Transportation has released its 2006 Spring Tender Schedule, which lists an estimated $63 million worth of new highway improvement projects that will be tendered to the road building industry.

This schedule augments the previous work listed on the 2005-06 Winter Tender Schedule valued at an estimated $69.3 million, for a total of $132.3 million in available work for the upcoming 2006 construction season.

"A safe and efficient transportation system is key to a productive economy," Highways and Transportation Minister Eldon Lautermilch said. "The record amount being spent this year to improve our transportation network is a reflection of the province's commitment to drive economic development and meet the needs of the 21st century."

Major projects and initiatives in the 2006 construction season include:

- Twinning on Highways 1 and 16 - 63 km of newly twinned highway will be opened to traffic, including 40 km on Highway 1 east from west of Whitewood to east of Wapella, and 23 km on Highway 16 from west of Maidstone to west of Paynton. An additional 70 km of grading work will take place on Highways 1 and 16 in preparation for surfacing next year. This work is valued at approximately $49.4 million.

- Twinning on Highway 11 - nine km of grading new lanes will be completed from north of Warman to north of Osler, and grading work will begin on the next nine km section from Rheinland toward Hague for future surfacing. This work is valued at approximately $7.5 million.

- Resurfacing - 285 km will be resurfaced at an estimated cost of $39.9 million, including 189 km on the principal highway network and 96 km on the regional highway network. This work includes the rehabilitation of the northbound bridge on Highway 4 at the Battlefords at a cost of $2.9 million and beginning improvements to 4th Avenue through Estevan.

- Upgrading Thin Membrane Surface (TMS) highways - 78 km will be improved through the Prairie Grain Roads Program (PGRP), including upgrading 17 km on Highway 8 north of Redvers to a paved standard.

- Northern Infrastructure - Under Roads to Prosperity – the Northern Economic Infrastructure Strategy (NEIS), $8.55 million will be invested to begin rebuilding the Garson Lake Road to Fort McMurray and to prepare for construction on the 110-km access road into Wollaston Lake. A further $5.5 million will be invested to grade 30.4 km of Highway 55 in preparation for surfacing in 2007-08.

For more information on construction activities, go to www.highways.gov.sk.ca. It is the law in Saskatchewan to slow to 60 km/hr in the construction Orange Zone. Motorists are reminded to slow to 60 km/hr for their safety and the safety of highway workers. Drivers caught speeding through the Orange Zone will face substantial fines.

TWINNING TO IMPROVE SAFETY, EFFICIENCY ON PROVINCIAL HIGHWAYS

May 25, 2006

Saskatchewan Highways and Transportation

The province is investing nearly $57 million on twinning construction this year, which is now underway on Highway 11 between Saskatoon and Prince Albert, Highway 1 East and Highway 16 West.

"The safety of the traveling public is the primary reason these twinning projects are taking place," Highways and Transportation Minister Eldon Lautermilch said. "In addition, twinning will improve the province's busiest highways to support tourism and economic development, and move our export goods to market efficiently across inter-provincial borders."

On Highway 11, work is now underway on 9 km of grading on new lanes from north of Warman to north of Osler in preparation for future surfacing. Work on the next 9 km of new lanes from Rheinland toward Hague will begin in September. These projects are valued at approximately $7.5 million.

In addition, survey crews are currently undertaking field work from south of Hague to Rosthern, and doing preliminary planning from Prince Albert south, for future twinning on Highway 11.

Twinning on Highways 1 and 16 will include 63 km of new lanes opened to traffic this year and an additional 70 km of grading work in preparation for surfacing next year. This work is valued at approximately $49.4 million.

"The substantial funding dedicated to these projects demonstrates once again that transportation infrastructure is a priority for the Government of Saskatchewan," Lautermilch said.

On Highway 1 East, surfacing new lanes will take place from 3.4 km west of Whitewood to 3.7 km east of Wapella. This includes sections where both lanes will be newly constructed, for a total of 40 lane kilometers. The new lanes are now under construction and will be opened, weather permitting, in fall 2006.

Grading new lanes in preparation for surfacing next year will take place east and west of Wapella and west of the Manitoba border. This work is also underway.

Work on Highway 16 is now underway, and includes grading and surfacing on the westbound lanes from 10 km west of the Paynton access to 7.1 km east of Maidstone; and on the both the westbound and eastbound lanes from 7.1 km east of Maidstone to 3.8 km west of Maidstone, commonly known as the Maidstone bypass, for a total of 29.6 lane kilometers. The new lanes are anticipated to be complete and open to traffic in the fall of 2006, weather permitting.

Grading new lanes in preparation for surfacing next year will take place from 10 km west of the Paynton Access to 5 km east of Delmas. This work is scheduled to begin in late summer.

Motorists are reminded to slow to 60 km per hour when passing highway workers and equipment in the construction Orange Zone, for everyone's safety. It is the law in Saskatchewan to slow to 60 km per hour when passing highway workers or emergency services personnel. Drivers caught speeding will face severe fines.

MEDIA ADVISORY

Twinned Lanes Opened on Highway 16

September 29, 2006
Saskatchewan Highways and Transportation

Motorists are advised that 23 kilometers of newly-twinned lanes form west of Paynton to west of Maidstone are now open on Highway 16.

Twinning work on Highway 16 over the 2006 construction season included the completion of grading and surfacing on the new westbound lanes from 10.3 km west of the Paynton access to 4.9 km east of Maidstone for a total distance of 12.6 km; and the completion of construction of new east and west bound lanes around Maidstone, from 4.9 km east to 3.8 km west of Maidstone.

Motorists are advised that there is still some work to be completed on the newly-divided portion of Highway 16 east and west of Maidstone, including two municipal road realignments and the east and west access routes in to Maidstone. Drivers are reminded to watch for construction Orange Zones and slow to 60 km per hour for their own safety and for the safety of highway workers. This remaining work is expected to be completed in 2006.

A total of 39.4 km remains to be divided on Highway 16 from 10.3 km west of Paynton to 5 km east of Delmas. Work on this portion has been ongoing throughout the 2006 construction season under a series of grading contracts. Much of the grading, or building up of the roadbed in preparation for surfacing, will be completed by November. Grading and surfacing work will commence again in the spring of 2007 with a goal to complete this section and open it to motorist in late fall of 2007.

APPENDIX D

SITE VISITS CONDUCTED BY TRANSPORT CANADA

SITE VISIT REPORT **Saskatchewan CSIF (and two small SHIP projects)**	
Site Visit No.4 (2006 visit)	**Date: April 27, 2006**
Project Name:	Trans-Canada Highway 1 East
Project Location:	Highway 1 east of Regina. From Wolseley to the Manitoba border.
Project Description:	Twinning of 135 km of Highway 1 from approximately 3 km east of Wolseley (km 20 on Control Section 1-05) to the Manitoba Border, including but not limited to associated roadways, ancillary facilities, service roads, and re-alignment of adjacent highways as required to complete the twinning of Highway 1.
Start Date:	2003
Completion Date:	2007/08
Total Eligible Costs:	$ 100 Million (CSIF and SHIP)
Federal Contribution:	$ 50 Million (CSIF and SHIP)
Contacts:	John Czernick External Program Administrator Corporate Support Operational Assessment Saskatchewan Highways and Transportation Regina, Saskatchewan (306) 787-3962 Bus. (306) 787-8700 Fax jczernick@highways.gov.sk.ca Dermot O'Hagan Project Manager Saskatchewan Highways and Transportation Southern Region

Description of Surrounds:	The area is rural and is primarily agricultural. The existing route passes through a number of smaller towns and the new alignment will include some bypasses. The topography is flat and there are a few wetland areas that will be impacted.
Additional Information:	

PROGRAM SIGNAGE

	Yes	No
Program signs installed as per agreement?	X	

If NO, why not?

ENVIRONMENTAL MITIGATION

	In Place (Y/N)	Photo No.
Silt fences in place as required.	Y	

Additional Comments:

- Most seeding is done along the ROW where surfacing is completed, but some is still planned.
- Original planned alignment would result in the loss of a tree near Whitewood currently located on the roadside. The tree has historical importance to the community, as it is decorated for Christmas every year. Therefore, the curve on the other side of the road will be lengthened in order to move the aligned centreline over and allow the tree to remain in place.
- In Red Jacket there is a borrow pit near a Bible Camp. The children at the Bible Camp use the borrow pit as a swimming pond in the summer. However the alignment of the new highway is planned to run straight through that area. Therefore, compensation of the lost swimming pond may occur by installing one in a different location near the Bible Camp.
- Terrain near Moosomin is very flat so it will be necessary to dig a borrow pit.
- There is an old gas station site near Fleming. The wells are being monitored. There has been no hydrocarbon leakage and soil contamination has not been an issue.
- Wetland and Grassland Habitat Compensation Plan is almost finalized.

CONSTRUCTION ACTIVITIES
List construction activities during site visit: During the time of the visit, not much construction activity was occurring because it was early in the season. Some grading was just getting started.
General construction schedule for the remainder of the project: Surfacing between Whitewood and Burrows – completion planned for August 2006. Grading between Burrows and Wapella – completion planned for July 2006 Surfacing between Burrows and Wapella – completion planned for October 2006 Grading between Wapella and Red Jacket – completion planned for October 2006 Grading between Red Jacket and Moosomin – completion planned for July 2007 Grading between Moosomin and Fleming – completion planned for September 2006
Any discrepancies between the proposed project description and what is being built? No. Proceeding as planned.
Additional Comments: Site photos in addition to those below can be found on the TC drive at: G:\AHS\AHS NEW\Highways\Saskatchewan\y-Federal Programs\Site Visits\Highway 1 East Site Visit April 2006 Note: It rained for part of the site visit.

Progress Summary:

As of April 27, 2006.

Project: TCH 1 East East of Wolseley to East of Grenfell										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading									X	
Paving									X	
Mitigation									X	
Miscellaneous									X	
Overall Project									X	
Comment:	Project opened in 2003									

Project: TCH 1 East East of Grenfell to West of Broadview										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading									X	SHIP funding used for Grading project
Paving									X	
Mitigation									X	
Miscellaneous									X	
Overall Project									X	
Comment:	Project opened in 2004									

Project: TCH 1 East West of Broadview to West of Whitewood										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading										SHIP funding used for Grading project
Paving									X	
Mitigation									X	
Miscellaneous									X	Broadview Bridges
Overall Project									X	
Comment:										

Project: TCH 1 East West of Whitewood to West of Wapella										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading									X	
Paving	X									
Mitigation										N/A
Miscellaneous	X									
Overall Project				X						
Comment:	Surfacing is starting next week									

Project: TCH 1 East West of Wapella to West of Red Jacket										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading				X						
Paving	X									
Mitigation	X									
Miscellaneous	X									
Overall Project			X							
Comment:										

Project: TCH 1 East West of Red Jacket to Moosomin										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing										
Rock Excavation										
Grading										
Paving										
Mitigation										
Miscellaneous										
Overall Project										
Comment:	Project not underway yet.									

Project: TCH 1 East Moosomin to the Manitoba Border										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading					X					
Paving	X									
Mitigation										N/A
Miscellaneous	X									
Overall Project			X							
Comment:	There have been some problems acquiring a house near Fleming. The owner does not want to leave. This may hold up the construction contracts.									

Photo 1 – Partnership signage west of Whitewood

Photo 2 – Grading between Moosomin and Fleming

Photo 3 – Silt fencing between Moosomin and Fleming (This is not an active creek)

Photo 4 – Grading west of Wapella

Photo 5 – Large borrow pit near Wapella

Photo 6 – Stockpile Site near Wapella

Photo 7 – Silt Fencing/Drainage Control near Whitewood

Photo 8 – Ekapo Creek

SITE VISIT REPORT
Saskatchewan CSIF and SHIP

Site Visit No. 4 (2006 visit)	**Date: August 29, 2006**
Project Name:	Yellowhead Highway 16 Twinning
Project Location:	Highway 16 Twinning, From west of the Battlefords to east of Lloydminster
Project Description:	Grading and paving to twin 75 km of the existing two-lane Yellowhead Highway 16. There is also a short section of twinning within the limits of Lloydminster.
Start Date:	This project started in Summer 2003
Completion Date:	2007/2008
Total Eligible Costs:	$ 51 Million
Federal Contribution:	$ 48 Million (CSIF and SHIP)
Contacts:	John Czernick External Program Administrator Corporate Support Operational Assessment Saskatchewan Highways and Transportation Regina, Saskatchewan (306) 787-3962 Bus. (306) 787-8700 Fax jczernick@highways.gov.sk.ca Ray Connoly Regional Construction Engineer Saskatchewan Highways and Transportation Northern Region (306) 933-6117 Bus. (306) 933-6161 Fax rconnoly@highways.gov.sk.ca

Description of Surrounds:	The area is primarily rural agricultural land. The new route includes a by-pass of Maidstone. The topography is flat. There are a few grassland areas over the length of the project. The work within Lloydminster is commercial urban.
Additional Information:	In general, the project is being undertaken through a number of smaller contracts for grading and paving.

PROGRAM SIGNAGE

	Yes	No
Program signs installed as per agreement?	X	

If NO, why not?

ENVIRONMENTAL MITIGATION

	In Place (Y/N)	Photo No.
Silt fences are in place where necessary.	Y	

Additional Comments:

- Some seeding still needs to be done east of Maidstone
- Wetland and Grassland Habitat Compensation Plan is nearly complete.

CONSTRUCTION ACTIVITIES

List construction activities during site visit:

Paving of the Maidstone Bypass was in progress and almost complete. Grading taking place from east of Maidstone to east of Delmas.

General construction schedule for remainder of project: Grading from east of Maidstone to east of Delmas – planned completion Fall 2006 Paving from east of Maidstone to east of Delmas – planned completion Spring 2007
Any discrepancies between the proposed project description and what is being built? No.
Additional Comments: Site photos in addition to those below can be found on the TC drive at: G:\AHS\AHS NEW\Highways\Saskatchewan\y-Federal Programs\Site Visits\Highway 16 Site Visit August 29, 2006

Progress Summary:

As of August 29, 2006.

Project: West of Battlefords to 5km East of Delmas										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading									X	
Paving									X	
Mitigation									X	
Utilities and Misc									X	
Overall Project									X	

Comment:	

Project: East of Delmas to East of Maidstone										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading						X				
Paving	X									
Mitigation	X									
Utilities and Misc	X									
Overall Project			X							
Comment:	Grading is underway. Some property still needs to be acquired near Bresaylor.									

Project: East of Maidstone and the Maidstone By-Pass										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing									X	
Rock Excavation										N/A
Grading									X	
Paving								X		
Mitigation										N/A
Utilities and Misc						X				
Overall Project								X		
Comment:	Highway segment east of Maidstone is open to the public. Paving of the Maidstone Bypass is near completion.									

Project: Lloydminster										
% Complete	**0**		**25**		**50**		**75**		**100**	**Comments**
Activity										
Clearing	X									
Rock Excavation										N/A
Grading	X									
Paving	X									
Mitigation	X									
Utilities and Misc	X									
Overall Project			X							
Comment:	Project not underway yet.									

Photo 1 – Grading near Delmas

Photo 2 – Borrow pit near Delmas

Photo 3 – Partnership sign between Delmas and Paynton

Photo 4 – Borrow pit near Paynton

Photo 5 – Freshly paved Highway 16 east of Maidstone

Photo 6 – Paving the Maidstone Bypass

APPENDIX E

AFFIDAVITS FOR COMPLETED PROJECTS

SCHEDULE F

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA –SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Kelvin Shuvera, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 1.2, 0218811, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Wappel Construction Company Limited, between the dates of April 1st, 2002 and June 15th, 2004;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Regina, Saskatchewan, the 7th day of March, 2007.

(name, title)

(witness name, title)

PROFESSIONAL ENGINEER
K. SHUVERA
MEMBER 9919
2007 03 07
YR. MN. DAY
SASKATCHEWAN

(SEAL)

SCHEDULE F

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA –SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Kelvin Shuvera, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 1.2, 0319111, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Kelly Panteluk Construction Limited, between the dates of April 1st, 2003 and October 29th, 2005;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Regina, Saskatchewan, the 7th day of March, 2007.

(name, title)

(witness name, title)

PROFESSIONAL ENGINEERS
K. SHUVERA
MEMBER 9919
2007 03 07
YR. MN. DAY
SASKATCHEWAN

(SEAL)

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA –SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Kelvin Shuvera, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 1.2, 0318811, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Johnston Bros. (Binscarth) Limited, between the dates of April 1st, 2003 and July 12th, 2004;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Regina, Saskatchewan, the 7th day of March, 2007.

(name, title)

(witness name, title)

(SEAL)

SCHEDULE F

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA –SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Gordon King, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 2.2, 0315812, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Warner Construction Company Limited, between the dates of January 12th, 2004 and August 12th, 2005;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Saskatoon, Saskatchewan, the 11th day of April, 2007.

Gordon King, P.Eng.
Regional Executive Director

(witness name, title)

PROFESSIONAL ENGINEER G.L. KING MEMBER 04388 SASKATCHEWAN

(SEAL)

SCHEDULE F

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA -SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Gordon King, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 2.2, 037216, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Neilson Trucking Limited, between the dates of November 14th, 2003 and March 5th, 2004;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Saskatoon, Saskatchewan, the 11th day of April, 2007.

Gordon King, P. Eng.
Regional Executive Director

PROFESSIONAL ENGINEER
G.L. KING
MEMBER 04389
SASKATCHEWAN

(SEAL)

(witness name, title)

CANADA – SASKATCHEWAN

CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT

2003/04 - 2008/09

SCHEDULE F – SOLEMN DECLARATION

CANADA –SASKATCHEWAN

In the matter of the implementation agreement of the CANADA / SASKATCHEWAN - AGREEMENT ON THE COMPLETION OF THE TWINNING OF HIGHWAYS 1 & 16 PROJECT, entered into between the Government of Canada, represented by the Minister of Transport of Canada, and the Government of Saskatchewan, represented by the Minister of Department of Highways and Transportation, on April 20th, 2004.

I, Gordon King, a Registered Professional Engineer in Saskatchewan, declare as follows:

1. That I am the supervisor of the work designated by the Minister Department of Highways and Transportation, Saskatchewan, and as such have knowledge of the matters set forth in this affidavit;

2. That the work identified as the Project Number 2.2, 0215811, in Schedule B of the above-mentioned Agreement has been completed as described in Schedule B, dated on the 16th day of November, 2006.

3. That the work:

   i. Was carried out by Nemanishen Construction Limited, between the dates of July 31st, 2003 and December 12th, 2005;

   ii. Was supervised and inspected by qualified staff;

   iii. Conforms with the plans, specifications and other documentation for the work;

   iv. Conforms with applicable environmental legislation, and appropriate mitigation measures have been implemented; and

   v. Conforms with the traffic, construction and engineering guidelines as recognized by the Transportation Association of Canada (TAC) or any other provincially or territorially sanctioned guidelines approved by the Management Committee established under the above mentioned Agreement.

4. Declared at Saskatoon, Saskatchewan, the 11th day of April, 2007.

Gordon King, P.Eng.
Regional Executive Director

(witness name, title)

(SEAL)

APPENDIX F

2006-07 AUDIT REPORT

Provincial Auditor Saskatchewan

1500 Chateau Tower
1920 Broad Street
Regina, Saskatchewan
S4P 3V2

SASKATCHEWAN

Phone: (306) 787-6398
Fax: (306) 787-6383
Web site: www.auditor.sk.ca
Internet e-mail: info@auditor.sk.ca

AUDITOR'S REPORT

To the Minister of the Department of Highways and Transportation

At the request of the Department of Highways and Transportation (the Department), I have audited the Canada-Saskatchewan Agreement on Twinning of Highways 1 & 16 Project - Detailed expenditures for the year ended March 31, 2007 (schedule) under the Canada-Saskatchewan Agreement on the Twinning of Highways 1 & 16 Project (as defined in Schedule D of the agreement). This financial information is the responsibility of the management of the Department. My responsibility is to express an opinion on this financial information based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial information. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial information.

In my opinion, this schedule presents fairly, in all material respects, the detailed expenditures under the Canada-Saskatchewan Agreement on the Twinning of Highways 1 & 16 Project for the year ended March 31, 2007 in accordance with the provisions of Schedule D of that agreement.

Regina, Saskatchewan
July 27, 2007

Fred Wendel, CMA, CA
Provincial Auditor

CANADA-SASKATCHEWAN AGREEMENT ON TWINNING OF HIGHWAYS 1 16 PROJECT
DETAILED EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2007

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.1	**Highway 16 general engineering, surveying, environmental screening and design**		$ 374,246							
	East of Paynton to Maidstone	007215		$ 1,595	$ 13,699	$ 3,802	$ -	$ 19,096	$ 9,548	
	West of Delmas to west of Bresaylor	037215		$ 57,890	$ 19,433	$ -	$ -	$ 77,323	$ 38,662	
	West of the Battlefords to west of Maidstone - Environmental screening	0315815		$ 58,738	$ 12,815	$ 10,746	$ -	$ 80,299	$ 40,150	
	5 km east of Delmas to west of Delmas	0315825		$ 80,945	$ 16,424	$ 8,044	$ -	$ 105,413	$ 52,707	
			$ 374,246	$ 197,168	$ 62,371	$ 22,592	$ -	$ 282,131	$ 141,066	$ 92,115

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.2	**Grading and Paving - end of the four-lane to 5 km east of Delmas**									
	Traffic gravel for grading projects	037216	$ 66,151	$ 66,150	$ -	$ -	$ -	$ 66,150	$ 33,075	
	Grading from the end of the four-lane to 5 km east of Delmas	0215811	$ 2,343,583	$ 1,086,326	$ 618,975	$ 393,186	$ 141,697	$ 2,240,184	$ 1,120,052	
	Paving from the end of the four-lane to 5 km east of Delmas	0315812	$ 4,013,719	$ 650,777	$ 1,639,162	$ 1,594,160	$ -	$ 3,884,099	$ 1,942,050	
			$ 6,423,453	$ 1,803,253	$ 2,258,137	$ 1,987,266	$ 141,697	$ 6,190,353	$ 3,095,177	$ 233,080

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.3	**Grading and Paving - Maidstone Bypass**									
	Grading Maidstone bypass	037211	$ 2,365,598	$ 733,153	$ 632,072	$ 663,220	$ 309,844	$ 2,338,289	$ 1,169,145	
	Paving Maidstone bypass	037212	$ 8,370,493	$ 6,118	$ -	$ 2,458,723	$ 4,222,592	$ 6,687,433	$ 3,343,717	
	Stockpiling for Maidstone bypass	037226		$ 883,853	$ -	$ -	$ -	$ 883,853	$ 441,927	
	Grade and Pave - Jct Hwy 16 & 21	0316111/0416112	$ 502,694	$ -	$ 167,760	$ 134,158	$ 154,578	$ 456,496	$ 228,248	
	Stockpiling - south of Maidstone to Jct. Highway 16	0316116		$ 39,713	$ 6,484	$ -	$ -	$ 46,197	$ 23,099	
			$ 11,238,795	$ 1,662,837	$ 806,316	$ 3,256,101	$ 4,687,014	$ 10,412,268	$ 5,206,134	$ 826,527

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.5	**Grading, Paving and Clearing from 5 km east of Delmas to 6 km east of Maidstone**									
	Grading from 5 km east of Delmas to west of Delmas	0315811	$ 2,903,810	$ -	$ -	$ -	$ 2,997,918	$ 2,997,918	$ 1,498,959	
	Grading from west of Delmas to west of Bresaylor	047231	$ 1,561,333	$ -	$ -	$ -	$ 620,057	$ 620,057	$ 310,029	
	Grading from 7 km west of Bresaylor to 10 km west of Paynton	047221	$ 4,749,792	$ -	$ -	$ -	$ 3,754,324	$ 3,754,324	$ 1,877,162	
	Grading 10 km west of Paynton to 6 km east of Maidstone	047211	$ 2,470,385	$ -	$ -	$ 2,108,548	$ 360,905	$ 2,469,451	$ 1,234,726	
	Paving from 10 km west of Paynton to 6 km east of Maidstone	057212	$ 4,224,497	$ -	$ -	$ -	$ 4,222,677	$ 4,222,677	$ 2,111,339	
	Clearing from 10 km west of Paynton to 6 km east of Maidstone	047217	$ 81,676	$ -	$ -	$ 63,555	$ 18,121	$ 81,676	$ 40,838	
	Stockpiling from east of Delmas to west of Paynton	057216	$ 126,479	$ -	$ -	$ -	$ 126,479	$ 126,479	$ 63,240	
	Paving - east of Delmas to west of Bresaylor	0515812	$ 3,150,000	$ -	$ -	$ -	$ -	$ -	$ -	
	Paving - west of Bresaylor to 10 km west of Paynton	067212	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 19,267,972	$ -	$ -	$ 2,172,101	$ 12,100,481	$ 14,272,582	$ 7,136,291	$ 4,995,390

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
2.6	**Grading and Paving - at Lloydminster**									
	Grade and Pave at Lloydminster	062612	$ 800,000	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 800,000	$ -	$ -	$ -	$ -	$ -	$ -	$ 800,000

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
3.0	**Audit, Evaluation, Communications and Environmental Assessments**									
	CSIF retrospective evaluation report	N/A	$ 50,000	$ -	$ -	$ -	$ -	$ -	$ -	
			$ 50,000	$ -	$ -	$ -	$ -	$ -	$ -	$ 50,000
	PROGRAM TOTAL		$ 130,000,000	$ 10,950,164	$ 17,173,436	$ 30,457,767	$ 43,732,439	$ 102,313,806	$ 51,156,904	$ 27,686,194

CANADA-SASKATCHEWAN AGREEMENT ON TWINNING OF HIGHWAYS 1 16 PROJECT
DETAILED EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 2007

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.1	**Highway 1 east general engineering, surveying environmental screening and design**	SK1.1GenEng/Env	$ 1,742,373							
	2.5 km west of Grenfell to 4 km west of Broadview	0218815		$ -	$ -	$ -	$ -	$ -	$ -	
	3 km west of Whitewood to 14 km west of Wapella	0319111		$ 69,513	$ 209,175	-$ 278,688	$ -	$ -	$ -	
	East of Wapella to Manitoba Border	0319118		$ 7,873	$ 172,541	$ 117,493	$ -	$ 297,907	$ 148,954	
	3km east of Moosomin to Manitoba Border	0421211		$ -	$ -	$ 316,142	$ -	$ 316,142	$ 158,071	
	Corridor General Engineering	970815		$ 754,136	$ 89,668	$ 77,077	$ -	$ 920,881	$ 460,441	
			$ 1,742,373	$ 831,522	$ 471,384	$ 232,024	$ -	$ 1,534,930	$ 767,465	$ 207,443

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.2	**Grading - 5 km west of Grenfell to 5.88 km east of Wapella**									
	5 km west to 5.6 km east of Grenfell	0218811	$ 2,504,535	$ 1,605,281	$ 668,546	$ 89,144	$ 104,000	$ 2,466,971	$ 1,233,486	
	5.6 km east of Grenfell to 5.9 km west of Broadview	0318811	$ 2,848,326	$ 1,993,386	$ 708,891	$ 126,632	$ -	$ 2,828,889	$ 1,414,445	
	3 km west of Whitewood to 14 km west of Wapella	0319111	$ 4,876,495	$ -	$ -	$ 4,247,746	$ 557,897	$ 4,805,643	$ 2,402,822	
	5.88 km east of Wapella to 6.55 km west of Wapella	0419111	$ 4,502,745	$ -	$ -	$ 3,308,222	$ 740,848	$ 4,049,070	$ 2,024,535	
			$ 14,732,101	$ 3,598,647	$ 1,377,437	$ 7,771,744	$ 1,402,745	$ 14,150,573	$ 7,075,287	$ 581,528

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.3	**Paving - East of Wolseley to 4 km west of Wapella**									
	East of Wolseley to 5 km west of Grenfell	020812	$ 5,676,116	$ 2,506,629	$ 2,808,574	$ 272,557	$ 18,036	$ 5,605,796	$ 2,802,898	
	5 km west of Grenfell to 5.9 km west of Broadview	0318812	$ 6,911,225	$ 290,151	$ 6,084,455	$ 453,071	$ 83,433	$ 6,911,110	$ 3,455,555	
	Broadview to 5.9 km west	0419222	$ 5,688,286	$ -	$ -	$ 5,235,073	$ 373,061	$ 5,608,134	$ 2,804,067	
	3 km west of Whitewood to Broadview	0419212	$ 6,030,532	$ -	$ 7,967	$ 5,376,339	$ 301,982	$ 5,688,288	$ 2,844,144	
	3 km west of Whitewood to Burrows	0519112	$ 8,094,767	$ -	$ -	$ 1,219,825	$ 6,872,941	$ 8,092,766	$ 4,046,383	
	Burrows to east of Wapella	0519132	$ 8,993,730	$ -	$ -	$ -	$ 4,445,315	$ 4,445,315	$ 2,222,658	
			$ 41,392,656	$ 2,796,780	$ 8,900,996	$ 12,556,865	$ 12,094,768	$ 36,351,409	$ 18,175,705	$ 5,041,247

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.4	**Broadview Railway Overpass**	SK1.4Bridgewrk	$ 6,089,748							
	Grading overpass abutments	0218821		$ 59,957	$ 11,610	$ -	$ -	$ 71,567	$ 35,784	
	Twin structures over CPR	0318814		$ -	$ 2,023,927	$ 2,114,061	$ -	$ 4,137,988	$ 2,068,994	
	Supply and erect steel structure for overpass	0418824		$ -	$ 1,261,258	$ 343,013	$ -	$ 1,604,271	$ 802,136	
			$ 6,089,748	$ 59,957	$ 3,296,795	$ 2,457,074	$ -	$ 5,813,826	$ 2,906,913	$ 275,922

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.6	**Grading & Clearing - From Manitoba Borderto 5.88 km east of Wapella**		$ 12,166,156							
	Grading - 3 km east to 3 km west of Moosomin	0521211		$ -	$ -	$ -	$ 1,015,895	$ 1,015,895	$ 507,948	
	Grading - east of Wapella to west of Moosomin	0519121		$ -	$ -	$ -	$ 4,589,824	$ 4,589,824	$ 2,294,912	
	Clearing - east of Wapella to east of Moosomin	0519137		$ -	$ -	$ -	$ 102,681	$ 102,681	$ 51,341	
	Grading 3 km East of Moosomin to ManitobaBorder	0421211G	$ 5,238,164	$ -	$ -	$ -	$ 5,238,164	$ 5,238,164	$ 2,619,082	
			$ 17,404,320	$ -	$ -	$ -	$ 10,946,564	$ 10,946,564	$ 5,473,282	$ 6,457,756

Project Number	Project Description	Contract Authorization	Revised Contract Amount	2003-04 Expenditures Claimed to Date	2004-05 Expenditures Claimed to Date	2005-06 Expenditures Claimed to Date	2006-07 Expenditures Claimed to Date	Total Claimed To Date	Shared Claim Amount (50%)	Contract Balance
1.7	**Surfacing - From east of Wapella to the Manitoba Border**									
	Surfacing - From east of Wapella to east of Moosomin	0619112	$ 8,384,357	$ -	$ -	$ -	$ 1,143,321	$ 1,143,321	$ 571,661	
	Surfacing - From east of Moosomin to the Manitoba Border	0621212	$ 2,100,000	$ -	$ -	$ -	$ 1,215,849	$ 1,215,849	$ 607,925	
			$ 10,484,357	$ -	$ -	$ -	$ 2,359,170	$ 2,359,170	$ 1,179,585	$ 8,125,187

Canada - Saskatchewan Agreement on Twinning of Highways 1 and 16 Project
Notes to the Schedule
For the year ended March 31, 2007

1. **Description of the Agreement**
   The purpose of the Canada - Saskatchewan Strategic Highway Infrastructure Program agreement between the Department of Highways and Transportation, Transport Canada and Infrastructure Canada is to jointly finance capital investments, highway construction, restoration and improvement work to accelerate the completion of twinning of Highways 1 (Trans-Canada) and 16 (Yellowhead) situated in Saskatchewan.

2. **Summary of Accounting Policies**
   Expenditures
   Claims are recorded as they are submitted to Transport Canada for payment per HCOMS cut-off.